

REFERENCE TITLE: **general appropriations act; 2022-2023**

State of Arizona
House of Representatives
Fifty-fifth Legislature
Second Regular Session
2022

HB 2841

Introduced by
Representative Cobb (with permission of Committee on Rules)

AN ACT

APPROPRIATING MONIES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Subject to applicable laws, the sums or sources of
 3 revenue set forth in this act are appropriated for the fiscal years
 4 indicated and only from the funding sources listed for the purposes and
 5 objects specified. If monies from funding sources in this act are
 6 unavailable, no other funding source may be used.

7 Sec. 2. ARIZONA STATE BOARD OF ACCOUNTANCY

8		<u>2022-23</u>
9	FTE positions	14.0
10	Lump sum appropriation	\$ 2,051,800
11	Fund sources:	
12	Board of accountancy fund	\$ 2,051,800

13 Sec. 3. ACUPUNCTURE BOARD OF EXAMINERS

14		<u>2022-23</u>
15	FTE positions	1.0
16	Lump sum appropriation	\$ 176,800
17	Fund sources:	
18	Acupuncture board of examiners	
19	fund	\$ 176,800

20 Sec. 4. DEPARTMENT OF ADMINISTRATION

21		<u>2022-23</u>
22	FTE positions	537.1
23	Operating lump sum appropriation	\$ 87,104,800
24	Utilities	7,649,900
25	Arizona financial information	
26	system	12,923,800
27	Risk management administrative	
28	expenses	8,597,800
29	Risk management losses and	
30	premiums	48,396,100
31	Workers' compensation losses	
32	and premiums	28,253,000
33	Information technology project	
34	management and oversight	1,504,400
35	State surplus property sales	
36	agency proceeds	1,810,000
37	Southwest defense contracts	25,000
38	K-12 transportation grants	20,000,000
39	Government transformation office	<u>2,016,900</u>
40	Total appropriation – department of	
41	administration	\$218,281,700
42	Fund sources:	
43	State general fund	\$ 28,155,000
44	Air quality fund	928,200

1	Arizona financial information	
2	system collections fund	12,923,800
3	Automation operations fund	31,127,700
4	Capital outlay stabilization fund	18,395,100
5	Corrections fund	575,000
6	Federal surplus materials revolving	
7	fund	466,900
8	Information technology fund	2,101,200
9	Personnel division fund	12,764,900
10	Risk management revolving fund	93,099,400
11	Special employee health insurance	
12	trust fund	5,330,100
13	Special services revolving fund	1,170,700
14	State surplus materials revolving	
15	fund	2,979,800
16	State web portal fund	6,612,200
17	Telecommunications fund	1,651,700

18 The amount appropriated for southwest defense contracts shall be
 19 distributed to a nonprofit organization that advocates for preserving and
 20 enhancing critical defense missions and assets in the southwestern United
 21 States.

22 The appropriation from the automation operations fund established by
 23 section 41-711, Arizona Revised Statutes, is an estimate representing all
 24 monies, including balance forward, revenues and transfers during fiscal
 25 year 2022-2023. These monies are appropriated to the department of
 26 administration for the purposes established in section 41-711, Arizona
 27 Revised Statutes. The appropriation is adjusted as necessary to reflect
 28 monies credited to the automation operations fund for automation operation
 29 center projects. Before spending any automation operations fund monies in
 30 excess of \$31,127,700 in fiscal year 2022-2023, the department shall
 31 report the intended use of the monies to the joint legislative budget
 32 committee.

33 On or before September 1, 2023, the department shall submit a report
 34 to the joint legislative budget committee on the results of pilot projects
 35 implemented in fiscal year 2022-2023 for the state employee public
 36 transportation service reimbursements pursuant to section 41-710.01,
 37 Arizona Revised Statutes, in a vehicle emissions control area as defined
 38 in section 49-541, Arizona Revised Statutes, of a county with a population
 39 of more than four hundred thousand persons.

40 All state surplus materials revolving fund monies received by the
 41 department of administration in excess of \$2,979,800 in fiscal year
 42 2022-2023 are appropriated to the department. Before spending state
 43 surplus materials revolving fund monies in excess of \$2,979,800 in fiscal
 44 year 2022-2023, the department shall report the intended use of the monies
 45 to the joint legislative budget committee.

1 Of the amount appropriated for the Arizona financial information
 2 system line item in fiscal year 2022-2023, \$3,500,000 is exempt from the
 3 provisions of section 35-190, Arizona Revised Statutes, relating to
 4 lapsing of appropriations, until June 30, 2024.

5 Sec. 5. DEPARTMENT OF ADMINISTRATION, DIVISION OF SCHOOL FACILITIES

6		<u>2022-23</u>
7	FTE positions	17.0
8	Operating lump sum appropriation	\$ 1,717,400
9	New school facilities debt service	9,938,100
10	Building renewal grants deposit	199,967,900
11	New school facilities	<u>48,253,900</u>
12	Total appropriation – department of administration, division	
13	of school facilities	\$259,877,300

14 Fund sources:

15	State general fund	\$259,877,300
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16 Pursuant to section 35-142.01, Arizona Revised Statutes, any
 17 reimbursement received by or allocated to the division of school
 18 facilities under the federal qualified school construction bond program in
 19 fiscal year 2022-2023 shall be deposited in or revert to the state general
 20 fund.

21 At least thirty days before any monies are transferred out of the
 22 new school facilities debt service line item, the division of school
 23 facilities shall report the proposed transfer to the director of the joint
 24 legislative budget committee.

25 Pursuant to section 41-5741, Arizona Revised Statutes, the amount
 26 appropriated for new school facilities shall be used only for facilities
 27 and land costs for school districts that received final approval from the
 28 division of school facilities on or before December 15, 2021.

29 Sec. 6. OFFICE OF ADMINISTRATIVE HEARINGS

30		<u>2022-23</u>
31	FTE positions	12.0
32	Lump sum appropriation	\$ 891,800
33	Fund sources:	
34	State general fund	\$ 891,800

35 Sec. 7. ARIZONA COMMISSION OF AFRICAN-AMERICAN AFFAIRS

36		<u>2022-23</u>
37	FTE positions	3.0
38	Lump sum appropriation	\$ 128,800
39	Fund sources:	
40	State general fund	\$ 128,800

1	Sec. 8. ARIZONA DEPARTMENT OF AGRICULTURE	
2		<u>2022-23</u>
3	FTE positions	209.9
4	Operating lump sum appropriation	\$ 13,629,800
5	Agricultural employment relations	
6	board	23,300
7	Animal damage control	65,000
8	Red imported fire ant control	23,200
9	Agricultural consulting and	
10	training	<u>128,500</u>
11	Total appropriation – Arizona department	
12	of agriculture	\$ 13,869,800
13	Fund sources:	
14	State general fund	\$ 12,415,700
15	Air quality fund	1,454,100
16	Sec. 9. ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM	
17		<u>2022-23</u>
18	FTE positions	2,348.3
19	Operating lump sum appropriation	\$ 111,036,600
20	Administration	
21	AHCCCS data storage	19,325,800
22	DES eligibility	88,874,500
23	Proposition 204 – AHCCCS	
24	administration	13,906,200
25	Proposition 204 – DES eligibility	44,358,700
26	<u>Medicaid services</u>	
27	Traditional medicaid services	7,042,804,600
28	Proposition 204 services	6,205,839,800
29	Adult expansion services	780,132,600
30	Comprehensive medical and	
31	dental program	240,420,700
32	KidsCare services	147,244,900
33	ALTCS services	2,181,435,100
34	Behavioral health services	
35	in schools	9,891,200
36	<u>Nonmedicaid behavioral health services</u>	
37	Crisis services	16,391,300
38	Nonmedicaid seriously mentally	
39	ill services	77,646,900
40	Supported housing	65,324,800

1	<u>Hospital payments</u>	
2	Disproportionate share payments	5,087,100
3	Disproportionate share payments –	
4	voluntary match	37,425,900
5	Rural hospitals	28,612,400
6	Graduate medical education	393,232,100
7	Targeted investments program	<u>50,000,000</u>
8	Total appropriation and expenditure	
9	authority – Arizona health	
10	care cost containment system	\$17,558, 991,200
11	Fund sources:	
12	State general fund	\$ 2,238, 352,800
13	Budget neutrality compliance fund	4,303,100
14	Children's health insurance	
15	program fund	121,106,900
16	Prescription drug rebate	
17	fund – state	165,158,600
18	Seriously mentally ill	
19	housing trust fund	200,000
20	Substance abuse services fund	2,250,200
21	Tobacco products tax fund –	
22	emergency health services	
23	account	17,448,300
24	Tobacco tax and health care	
25	fund – medically needy account	67,179,700
26	Expenditure authority	14,942,991,600

27 Operating budget

28 The amount appropriated for the DES eligibility line item shall be
 29 used for intergovernmental agreements with the department of economic
 30 security for eligibility determination and other functions. The state
 31 general fund share may be used for eligibility determination for other
 32 programs administered by the division of benefits and medical eligibility
 33 based on the results of the Arizona random moment sampling survey.

34 The amounts included in the proposition 204 – AHCCCS administration,
 35 proposition 204 – DES eligibility and proposition 204 services line items
 36 include all available sources of funding consistent with section
 37 36-2901.01, subsection B, Arizona Revised Statutes.

38 Of the amount appropriated for the operating lump sum, \$100,000
 39 shall be used for a suicide prevention coordinator to assist school
 40 districts and charter schools in suicide prevention efforts. The Arizona
 41 health care cost containment system administration, in consultation with
 42 the department of education, shall report to the governor, the president
 43 of the senate, the speaker of the house of representatives, the director
 44 of the joint legislative budget committee and the director of the
 45 governor's office of strategic planning and budgeting on or before

1 September 1, 2023 on the suicide prevention coordinator's accomplishments
2 in fiscal year 2022-2023.

3 Medical services and behavioral health services

4 Before making fee-for-service program or rate changes that pertain
5 to fee-for-service rate categories, the Arizona health care cost
6 containment system administration shall report its expenditure plan for
7 review by the joint legislative budget committee.

8 The Arizona health care cost containment system administration shall
9 report to the joint legislative budget committee on or before March 1,
10 2023 on preliminary actuarial estimates of the capitation rate changes for
11 the following fiscal year along with the reasons for the estimated
12 changes. For any actuarial estimates that include a range, the total
13 range from minimum to maximum may not be more than two percent. Before
14 implementing any changes in capitation rates, the administration shall
15 report its expenditure plan for review by the joint legislative budget
16 committee. Before the administration implements any change in policy
17 affecting the amount, sufficiency, duration and scope of health care
18 services and who may provide services, the administration shall prepare a
19 fiscal impact analysis on the potential effects of this change on the
20 following year's capitation rates. If the fiscal impact analysis
21 demonstrates that this change will result in additional state costs of
22 \$500,000 or more for any fiscal year, the administration shall submit the
23 policy change for review by the joint legislative budget committee.

24 The legislature intends that the percentage attributable to
25 administration and profit for the regional behavioral health authorities
26 be nine percent of the overall capitation rate.

27 The Arizona health care cost containment system administration shall
28 transfer up to \$1,200,000 from the traditional medicaid services line item
29 for fiscal year 2022-2023 to the attorney general for costs associated
30 with e-cigarette enforcement and tobacco settlement litigation.

31 The Arizona health care cost containment system administration shall
32 transfer \$836,000 from the traditional medicaid services line item for
33 fiscal year 2022-2023 to the department of revenue for enforcement costs
34 associated with the March 13, 2013 master settlement agreement with
35 tobacco companies.

36 On or before June 30, 2023, the Arizona health care cost containment
37 system administration shall report to the joint legislative budget
38 committee on the progress in implementing the Arnold v. Sarn lawsuit
39 settlement. The report shall include, at a minimum, the administration's
40 progress toward meeting all criteria specified in the 2014 joint
41 stipulation, including the development and estimated cost of additional
42 behavioral health service capacity in Maricopa county for supported
43 housing services for 1,200 class members, supported employment services
44 for 750 class members, eight assertive community treatment teams and
45 consumer operated services for 1,500 class members. The administration

1 shall also report by fund source the amounts it plans to use to pay for
2 expanded services.

3 On or before September 30, 2023, the Arizona health care cost
4 containment system administration shall report to the joint legislative
5 budget committee on its progress in implementing services specified in the
6 housing and health opportunities section 1115 waiver amendment. The
7 report shall include, at a minimum, the types of services provided for
8 eligible AHCCCS members, expenditures by service category, the number of
9 members receiving services by eligibility category, the number of members
10 waitlisted for housing services and progress toward achieving program
11 outcomes, including changes in hospital utilization rates and utilization
12 of primary care and preventive health services.

13 The appropriated amount for the supported housing line item includes
14 \$60,000,000 of federal medicaid expenditure authority. If the
15 administration's housing and health opportunities section 1115 waiver
16 amendment is denied federal approval, the amount of \$60,000,000 of federal
17 medicaid expenditure authority is reduced from the supported housing line
18 item appropriation.

19 Long-term care

20 Any federal monies that the Arizona health care cost containment
21 system administration passes through to the department of economic
22 security for use in long-term care for persons with developmental
23 disabilities do not count against the long-term care expenditure
24 authority.

25 Pursuant to section 11-292, subsection B, Arizona Revised Statutes,
26 the county portion of the fiscal year 2022-2023 nonfederal costs of
27 providing long-term care system services is \$333,333,600. This amount is
28 included in the expenditure authority fund source.

29 Any supplemental payments received in excess of \$107,449,200 for
30 nursing facilities that serve Arizona long-term care system medicaid
31 patients in fiscal year 2022-2023, including any federal matching monies,
32 by the Arizona health care cost containment system administration are
33 appropriated to the administration in fiscal year 2022-2023. Before
34 spending these increased monies, the administration shall notify the joint
35 legislative budget committee and the governor's office of strategic
36 planning and budgeting of the amount of monies that will be spent under
37 this provision. These payments are included in the expenditure authority
38 fund source.

39 Payments to hospitals

40 The \$5,087,100 appropriation for disproportionate share payments for
41 fiscal year 2022-2023 made pursuant to section 36-2903.01, subsection 0,
42 Arizona Revised Statutes, includes \$4,202,300 for the Maricopa county
43 health care district and \$884,800 for private qualifying disproportionate
44 share hospitals.

1 Any monies received for disproportionate share hospital payments
2 from political subdivisions of this state, tribal governments and any
3 university under the jurisdiction of the Arizona board of regents, and any
4 federal monies used to match those payments, in fiscal year 2022-2023 by
5 the Arizona health care cost containment system administration in excess
6 of \$37,425,900 are appropriated to the administration in fiscal year
7 2022-2023. Before spending these increased monies, the administration
8 shall notify the joint legislative budget committee and the governor's
9 office of strategic planning and budgeting of the amount of monies that
10 will be spent under this provision.

11 The expenditure authority fund source includes voluntary payments
12 made from political subdivisions for payments to hospitals that operate a
13 graduate medical education program or treat low-income patients and for
14 payments to qualifying providers affiliated with teaching hospitals. The
15 political subdivision portions of the fiscal year 2022-2023 costs of
16 graduate medical education, disproportionate share payments – voluntary
17 match, traditional medicaid services, proposition 204 services and adult
18 expansion services line items are included in the expenditure authority
19 fund source.

20 Any monies for graduate medical education received in fiscal year
21 2022-2023, including any federal matching monies, by the Arizona health
22 care cost containment system administration in excess of \$393,232,100 are
23 appropriated to the administration in fiscal year 2022-2023. Before
24 spending these increased monies, the administration shall notify the joint
25 legislative budget committee and the governor's office of strategic
26 planning and budgeting of the amount of monies that will be spent under
27 this provision.

28 Notwithstanding section 36-2903.01, subsection G, paragraph 9,
29 subdivisions (a), (b) and (c), Arizona Revised Statutes, the amount for
30 graduate medical education includes \$5,000,000 from the state general fund
31 and \$13,549,300 from expenditure authority for the direct and indirect
32 costs of graduate medical education programs located in counties with a
33 population of less than five hundred thousand persons. The state general
34 fund amount may supplement, but not supplant, voluntary payments made from
35 political subdivisions for payments to hospitals that operate a graduate
36 medical education program. The administration shall prioritize
37 distribution to programs at hospitals in counties with a higher percentage
38 of persons residing in a health professional shortage area as defined in
39 42 Code of Federal Regulations part 5.

40 Notwithstanding section 36-2903.01, subsection G, paragraph 9,
41 subdivisions (a), (b) and (c), Arizona Revised Statutes, the amount for
42 graduate medical education includes \$4,000,000 from the state general fund
43 and \$10,875,400 from expenditure authority for the direct and indirect
44 costs of graduate medical education programs located in counties with a
45 population of more than five hundred thousand persons. The state general

1 fund amount may supplement, but not supplant, voluntary payments made from
 2 political subdivisions for payments to hospitals that operate a graduate
 3 medical education program. The administration shall prioritize
 4 distribution to programs at hospitals in counties with a higher percentage
 5 of persons residing in a health professional shortage area as defined in
 6 42 Code of Federal Regulations part 5.

7 Monies appropriated for graduate medical education in this section
 8 are exempt from the provisions of section 35-190, Arizona Revised
 9 Statutes, relating to lapsing of appropriations, until June 30, 2024.

10 Other

11 On or before July 1, 2023, the Arizona health care cost containment
 12 system administration shall report to the director of the joint
 13 legislative budget committee the total amount of medicaid reconciliation
 14 payments and penalties received on or before that date since July 1, 2022.

15 The nonappropriated portion of the prescription drug rebate fund
 16 established by section 36-2930, Arizona Revised Statutes, is included in
 17 the federal portion of the expenditure authority fund source.

18 Sec. 10. BOARD OF ATHLETIC TRAINING

		<u>2022-23</u>
19		
20	FTE positions	1.5
21	Lump sum appropriation	\$ 127,000
22	Fund sources:	
23	Athletic training fund	\$ 127,000

24 Sec. 11. ATTORNEY GENERAL – DEPARTMENT OF LAW

		<u>2022-23</u>
25		
26	FTE positions	641.7
27	Operating lump sum appropriation	\$ 56,190,300
28	Capital postconviction prosecution	802,200
29	Child and family advocacy centers	100,000
30	Criminal division major fraud unit	1,139,000
31	Internet crimes against children	
32	enforcement	1,250,000
33	Federalism unit	1,236,000
34	Government accountability and	
35	special litigation	1,235,200
36	Organized retail theft	
37	task force	1,500,000
38	Risk management interagency	
39	service agreement	9,617,300
40	State grand jury	180,500
41	Southern Arizona law enforcement	1,527,500
42	Tobacco enforcement	829,800

1	Victims' rights	3,768,800
2	Voter fraud unit	<u>525,400</u>
3	Total appropriation – attorney general –	
4	department of law	\$79,902,000
5	Fund sources:	
6	State general fund	\$24,654,800
7	Antitrust enforcement revolving	
8	fund	148,700
9	Attorney general legal services	
10	cost allocation fund	2,110,300
11	Collection enforcement revolving	
12	fund	6,925,700
13	Consumer protection-consumer	
14	fraud revolving fund	12,697,300
15	Interagency service agreements fund	16,474,900
16	Internet crimes against children	
17	enforcement fund	900,000
18	Risk management revolving fund	12,221,500
19	Victims' rights fund	3,768,800

20 All monies appropriated to the attorney general legal services line
 21 item in the department of child safety budget do not count toward the
 22 attorney general's interagency service agreements fund appropriation in
 23 fiscal year 2022-2023.

24 Within ten days after receiving a complaint alleging a violation of
 25 section 15-511, Arizona Revised Statutes, the attorney general shall
 26 forward a copy of the complaint to the governor, the president of the
 27 senate and the speaker of the house of representatives.

28 The amount appropriated for the child and family advocacy centers
 29 line item is allocated to the child and family advocacy center fund
 30 established by section 41-191.11, Arizona Revised Statutes.

31 The \$900,000 appropriation from the internet crimes against children
 32 enforcement fund established by section 41-199, Arizona Revised Statutes,
 33 and the \$350,000 appropriation from the state general fund for the
 34 internet crimes against children enforcement line item are continuing
 35 appropriations and are exempt from the provisions of section 35-190,
 36 Arizona Revised Statutes, relating to lapsing of appropriations, until
 37 June 30, 2024.

38 The \$1,500,000 appropriation for the organized retail theft task
 39 force line item shall be used for operational expenses of the organized
 40 retail task force and for hiring one attorney, one paralegal, two
 41 investigators and one support staff person within the office of the
 42 attorney general and four peace officers who are assigned to the task
 43 force to focus specifically on investigating and prosecuting organized
 44 retail crime.

1	Sec. 12. BARBERING AND COSMETOLOGY BOARD	
2		<u>2022-23</u>
3	FTE positions	28.5
4	Lump sum appropriation	\$ 2,258,800
5	Fund sources:	
6	Barbering and cosmetology fund	\$ 2,258,800
7	Sec. 13. BOARD OF BEHAVIORAL HEALTH EXAMINERS	
8		<u>2022-23</u>
9	FTE positions	17.0
10	Lump sum appropriation	\$ 1,776,100
11	Fund sources:	
12	Board of behavioral health	
13	examiners fund	\$ 1,776,100
14	Sec. 14. STATE BOARD FOR CHARTER SCHOOLS	
15		<u>2022-23</u>
16	FTE positions	24.0
17	Lump sum appropriation	\$ 2,352,800
18	Fund sources:	
19	State general fund	\$ 2,352,800
20	Sec. 15. DEPARTMENT OF CHILD SAFETY	
21		<u>2022-23</u>
22	FTE positions	3,203.1
23	Operating lump sum appropriation	\$126,172,600
24	<u>Additional operating resources</u>	
25	Attorney general legal services	25,522,800
26	Caseworkers	111,900,500
27	General counsel	157,000
28	Inspections bureau	2,514,800
29	New case aides	3,232,200
30	Office of child welfare	
31	investigations	9,699,400
32	Records retention staff	589,900
33	Training resources	9,150,000
34	<u>Out-of-home placements</u>	
35	Congregate group care	114,927,100
36	Extended foster care	14,437,200
37	Foster home placement	51,929,500
38	Foster home recruitment,	
39	study and supervision	32,753,600
40	Kinship care	5,000,000
41	<u>Permanent placements</u>	
42	Adoption services	278,258,500
43	Permanent guardianship subsidy	12,516,900

1	<u>Support services</u>	
2	DCS child care subsidy	61,675,400
3	In-home mitigation	28,988,100
4	Out-of-home support services	116,126,800
5	Preventive services	15,148,300
6	<u>Comprehensive health plan</u>	
7	Comprehensive health plan	
8	services	201,703,700
9	Comprehensive health plan	
10	administration	29,862,500
11	Comprehensive health plan	
12	premium tax	<u>4,550,900</u>
13	Total appropriation and expenditure	
14	authority – department of	
15	child safety	\$1,256,817,700
16	Fund sources:	
17	State general fund	\$ 415,728,800
18	Federal child care and	
19	development fund block grant	40,516,000
20	Federal temporary assistance	
21	for needy families block	
22	grant	157,468,100
23	Child abuse prevention fund	1,459,300
24	Children and family services	
25	training program fund	207,900
26	Child safety expenditure authority	404,378,600
27	Child welfare licensing fee fund	941,900
28	Comprehensive health plan	
29	expenditure authority fund –	
30	expenditure authority	236,117,100

31 Additional operating resources

32 The department of child safety shall provide training to any new
 33 child safety FTE positions before assigning any client caseload duties to
 34 any of these employees.

35 The legislature intends that the department of child safety use its
 36 funding to achieve a one hundred percent investigation rate.

37 All expenditures made by the department of child safety for attorney
 38 general legal services shall be funded only from the attorney general
 39 legal services line item. Monies in department of child safety line items
 40 intended for this purpose shall be transferred to the attorney general
 41 legal services line item before expenditure.

42 Out-of-home placements

43 The department of child safety may transfer up to ten percent of the
 44 total amount of federal temporary assistance for needy families block
 45 grant monies appropriated to the department of economic security and the

1 department of child safety to the social services block grant. Before
2 transferring federal temporary assistance for needy families block grant
3 monies to the social services block grant, the department of child safety
4 shall report the proposed amount of the transfer to the director of the
5 joint legislative budget committee. This report may be in the form of an
6 expenditure plan that is submitted at the beginning of the fiscal year and
7 updated, if necessary, throughout the fiscal year.

8 The amount appropriated for kinship care shall be used for a stipend
9 of \$75 per month for a relative caretaker, including a grandparent, any
10 level of great-grandparent or any nongrandparent relative, or a caretaker
11 of fictive kinship, if a dependent child is placed in the care of a
12 relative caretaker or caretaker of fictive kinship pursuant to department
13 guidelines. The department shall provide the stipend on behalf of all
14 children placed with an unlicensed kinship foster care parent. The
15 unlicensed kinship foster care parent is not required to file an
16 application to receive the stipend. Before changing the eligibility for
17 the program or the amount of the stipend, the department shall submit a
18 report for review by the joint legislative budget committee detailing the
19 proposed changes.

20 Departmentwide

21 The amount appropriated for any line item may not be transferred to
22 another line item or to the operating budget unless the transfer is
23 reviewed by the joint legislative budget committee, except that transfers
24 between any two line items relating to the comprehensive health plan are
25 not subject to review.

26 Child safety expenditure authority includes all department funding
27 sources excluding the state general fund, the federal child care and
28 development fund block grant, the federal temporary assistance for needy
29 families block grant, the child abuse prevention fund, the children and
30 family services training program fund and the comprehensive health plan
31 expenditure authority fund.

32 On or before December 1, 2022, the department of child safety shall
33 submit a report to the joint legislative budget committee on the
34 department's efforts to implement the family first prevention services act
35 of 2018. The report shall quantify the department's efforts in at least
36 the following areas, including any associated fiscal impacts:

37 1. Reducing the number of children placed for more than two weeks
38 in congregate care settings, excluding qualified residential treatment
39 programs, facilities for pregnant and parenting youth, supervised
40 independent living and specialized programs for victims of sex
41 trafficking.

42 2. Assisting congregate care providers in attaining status as
43 qualified residential treatment programs.

44 3. Identifying alternative placements, including therapeutic foster
45 homes, for children who would otherwise be placed in congregate care.

1 4. Expanding evidence-based, in-home parent skill-based programs
2 and mental health and substance abuse prevention and treatment services.

3 Benchmarks

4 For the purposes of this section, "backlog case":

5 1. Means any nonactive case for which documentation has not been
6 entered in the child welfare automated system for at least sixty days and
7 for which services have not been authorized for at least sixty days and
8 any case that has had an investigation, has been referred to another unit
9 and has had no contact for at least sixty days.

10 2. Includes any case for which the investigation has been open
11 without any documentation or contact for at least sixty days, any case
12 involving in-home services for which there has been no contact or services
13 authorized for at least sixty days and any case involving foster care in
14 which there has been no contact or any documentation entered in the child
15 welfare automated system for at least sixty days.

16 For the purposes of this section, "open report" means a report that
17 is under investigation or awaiting closure by a supervisor.

18 On or before February 28, 2023 and August 31, 2023, the department
19 of child safety shall present a report to the joint legislative budget
20 committee on the progress made during July 2022 through December 2022 and
21 January 2023 through June 2023, respectively, in meeting the caseload
22 standard and reducing the number of backlog cases and out-of-home
23 children. Each report shall include the number of backlog cases, the
24 number of open reports, the number of out-of-home children and the
25 caseworker workload in comparison to the previous six months. Each report
26 shall provide the number of backlog cases by disposition, including the
27 number of backlog cases in the investigation phase, the number of backlog
28 cases associated with out-of-home placements and the number of backlog
29 cases associated with in-home cases.

30 To determine the caseworker workload, the department shall report
31 the number of case-carrying caseworkers at each field office and the
32 number of investigations, in-home cases and out-of-home children assigned
33 to each field office.

34 For backlog cases, the department's benchmark is 1,000 cases.

35 For open reports, the department's benchmark is fewer than 8,000
36 open reports.

37 For out-of-home children, the department's benchmark is 13,964
38 children.

39 If the department of child safety has not submitted a required
40 report within thirty days after the report is due, the director of the
41 joint legislative budget committee shall inform the general accounting
42 office of the department of administration, which shall withhold two
43 percent of the department of child safety's operating lump sum semiannual
44 budget allocation until the department of child safety submits the
45 required report.

1	Sec. 16. STATE BOARD OF CHIROPRACTIC EXAMINERS	
2		<u>2022-23</u>
3	FTE positions	5.0
4	Lump sum appropriation	\$ 437,000
5	Fund sources:	
6	Board of chiropractic examiners	
7	fund	\$ 437,000
8	Sec. 17. ARIZONA COMMERCE AUTHORITY	
9		<u>2022-23</u>
10	Operating lump sum appropriation	\$ 10,000,000
11	Arizona competes fund deposit	5,500,000
12	Frankfurt, Germany trade office	250,000
13	Israel trade office	175,000
14	Mexico trade offices	500,000
15	Major events fund deposit	<u>7,500,000</u>
16	Total appropriation – Arizona commerce	
17	authority	\$ 23,925,000
18	Fund sources:	
19	State general fund	\$ 23,925,000
20	Pursuant to section 43-409, Arizona Revised Statutes, of the amounts	
21	listed above, \$15,500,000 of the state general fund withholding tax	
22	revenues is allocated in fiscal year 2022-2023 to the Arizona commerce	
23	authority, of which \$10,000,000 is credited to the Arizona commerce	
24	authority fund established by section 41-1506, Arizona Revised Statutes,	
25	and \$5,500,000 is credited to the Arizona competes fund established by	
26	section 41-1545.01, Arizona Revised Statutes.	
27	Sec. 18. ARIZONA COMMUNITY COLLEGES	
28		<u>2022-23</u>
29	<u>Equalization aid</u>	
30	Cochise	\$ 8,771,400
31	Graham	19,114,000
32	Navajo	9,912,900
33	Yuma/La Paz	<u>530,200</u>
34	Total – equalization aid	\$ 38,328,500
35	<u>Operating state aid</u>	
36	Cochise	\$ 4,230,000
37	Coconino	1,369,600
38	Gila	155,300
39	Graham	1,532,300
40	Mohave	903,000
41	Navajo	1,393,400
42	Pinal	818,200
43	Yavapai	300,400
44	Yuma/La Paz	<u>1,898,200</u>
45	Total – operating state aid	\$ 12,600,400

1	<u>STEM and workforce programs state aid</u>	
2	Cochise	\$ 895,200
3	Coconino	293,800
4	Gila	91,900
5	Graham	361,500
6	Mohave	373,800
7	Navajo	283,600
8	Pinal	96,500
9	Santa Cruz	21,800
10	Yavapai	611,100
11	Yuma/La Paz	<u>877,500</u>
12	Total – STEM and workforce programs	
13	state aid	\$ 3,906,700
14	<u>Rural aid</u>	
15	Cochise	\$ 3,544,300
16	Coconino	886,200
17	Gila	277,100
18	Graham	1,090,500
19	Mohave	1,127,600
20	Navajo	855,500
21	Pinal	1,662,500
22	Santa Cruz	65,900
23	Yavapai	1,843,400
24	Yuma/La Paz	<u>2,647,000</u>
25	Total – rural aid	\$ 14,000,000
26	Rural county reimbursement subsidy	\$ 1,273,800
27	Additional Gila workforce	
28	development aid	200,000
29	Diné college remedial education	<u>1,000,000</u>
30	Total appropriation – Arizona community	
31	colleges	\$ 71,309,400
32	Fund sources:	
33	State general fund	\$ 71,309,400
34	Of the \$1,273,800 appropriated to the rural county reimbursement	
35	subsidy line item, Apache county receives \$699,300 and Greenlee county	
36	receives \$574,500.	
37	On or before October 15, 2023, the Diné college board of regents	
38	shall submit to the governor, the speaker of the house of representatives,	
39	the president of the senate, the secretary of state and the joint	
40	legislative budget committee a report that details the course completion	
41	rate for students who received remedial education during the 2022-2023	
42	academic year.	

1	Sec. 19. REGISTRAR OF CONTRACTORS	
2		<u>2022-23</u>
3	FTE positions	105.6
4	Operating lump sum appropriation	\$ 11,572,700
5	Office of administrative	
6	hearings costs	<u>1,017,600</u>
7	Total appropriation – registrar of	
8	contractors	\$ 12,590,300
9	Fund sources:	
10	Registrar of contractors fund	\$ 12,590,300
11	Sec. 20. CORPORATION COMMISSION	
12		<u>2022-23</u>
13	FTE positions	300.9
14	Operating lump sum appropriation	\$ 27,161,300
15	Corporation filings, same-day	
16	service	408,400
17	Utilities audits, studies,	
18	investigations and hearings	<u>380,000*</u>
19	Total appropriation – corporation commission	\$ 27,949,700
20	Fund sources:	
21	State general fund	\$ 623,100
22	Arizona arts trust fund	51,200
23	Investment management regulatory	
24	and enforcement fund	721,600
25	Public access fund	6,799,400
26	Securities regulatory and	
27	enforcement fund	5,135,300
28	Utility regulation revolving fund	14,619,100
29	Sec. 21. STATE DEPARTMENT OF CORRECTIONS	
30		<u>2022-23</u>
31	FTE positions	9,566.0
32	Operating lump sum appropriation	\$ 854,886,700
33	Private prison per diem	220,048,800
34	Community corrections	23,684,000
35	Inmate health care contracted	
36	services	<u>199,634,500</u>
37	Total appropriation – state department	
38	of corrections	\$1,298,254,000
39	Fund sources:	
40	State general fund	\$1,244,915,000
41	State education fund for	
42	correctional education	743,300

1	Alcohol abuse treatment fund	555,700
2	Penitentiary land fund	2,790,700
3	State charitable, penal and	
4	reformatory institutions	
5	land fund	2,663,700
6	Corrections fund	30,312,400
7	Transition program fund	2,400,200
8	Prison construction and	
9	operations fund	12,500,000
10	Inmate store proceeds fund	1,373,000

11 Of the amount appropriated in the operating lump sum, \$421,203,300
 12 is designated for personal services and \$268,815,300 is designated for
 13 employee-related expenditures. The department shall submit an expenditure
 14 plan to the joint legislative budget committee for review before spending
 15 these monies other than for personal services or employee-related
 16 expenditures, except that until January 1, 2023, if the department makes a
 17 transfer between two line items to maximize the use of federal monies, the
 18 department shall submit an expenditure plan that is not subject to review
 19 before spending those monies.

20 Before placing any inmates in out-of-state provisional beds, the
 21 department shall place inmates in all available prison beds in facilities
 22 that are located in this state and that house Arizona inmates, unless the
 23 out-of-state provisional beds are of a comparable security level and
 24 price.

25 The state department of corrections shall forward to the president
 26 of the senate, the speaker of the house of representatives, the
 27 chairpersons of the senate and house of representatives appropriations
 28 committees and the director of the joint legislative budget committee a
 29 monthly report comparing department expenditures for the month and
 30 year-to-date as compared to prior-year expenditures on or before the
 31 thirtieth of the following month. The report shall be in the same format
 32 as the prior fiscal year and include an estimate of potential shortfalls,
 33 potential surpluses that may be available to offset these shortfalls and a
 34 plan, if necessary, for eliminating any shortfall without a supplemental
 35 appropriation. The report shall include the number of filled and vacant
 36 correctional officer and medical staff positions departmentwide and by
 37 prison complex.

38 On or before November 1, 2022, the state department of corrections
 39 shall provide a report on bed capacity to the joint legislative budget
 40 committee. The report shall reflect the bed capacity for each security
 41 classification by gender at each state-run and private institution,
 42 divided by rated and total beds. The report shall include bed capacity
 43 data for June 30, 2021 and June 30, 2022 and the projected capacity for
 44 June 30, 2023, as well as the reasons for any change within that time
 45 period. Within the total bed count, the department shall provide the

1 number of temporary and special use beds. The report shall also address
2 the department's rationale for eliminating any permanent beds rather than
3 reducing the level of temporary beds. The report shall also include any
4 plans to vacate beds but not permanently remove the beds from the bed
5 count.

6 If the department develops a plan to open or close 100 or more
7 state-operated or private prison rated beds, the department shall submit a
8 plan detailing the proposed bed changes for review by the joint
9 legislative budget committee before implementing these changes.

10 One hundred percent of land earnings and interest from the
11 penitentiary land fund shall be distributed to the state department of
12 corrections in compliance with the enabling act and the Constitution of
13 Arizona to be used to support state penal institutions.

14 On or before December 15, 2022 and July 15, 2023, the state
15 department of corrections shall submit a report to the joint legislative
16 budget committee on the progress made in meeting the staffing needs for
17 correctional officers. Each report shall include the number of filled
18 correctional officer positions, the number of vacant correctional officer
19 positions, the number of people in training, the number of separations and
20 the number of hours of overtime worked year-to-date. The report shall
21 detail these amounts both departmentwide and by prison complex.

22 Twenty-five percent of land earnings and interest from the state
23 charitable, penal and reformatory institutions land fund shall be
24 distributed to the state department of corrections in compliance with the
25 enabling act and the Constitution of Arizona to be used to support state
26 penal institutions.

27 Before spending any state education fund for correctional education
28 monies in excess of \$743,300, the state department of corrections shall
29 report the intended use of the monies to the director of the joint
30 legislative budget committee.

31 Before implementing any changes in contracted rates for inmate
32 health care contracted services, the state department of corrections shall
33 submit its expenditure plan for review by the joint legislative budget
34 committee.

35 On or before August 1, 2022, the state department of corrections
36 shall transfer to the public safety personnel retirement system via the
37 department of administration its estimated required annual contribution to
38 the corrections officer retirement plan for fiscal year 2022-2023.

39 The department shall report actual fiscal year 2021-2022, estimated
40 fiscal year 2022-2023 and requested fiscal year 2023-2024 expenditures as
41 delineated in the prior year when the department submits its fiscal year
42 2023-2024 budget estimate pursuant to section 35-113, Arizona Revised
43 Statutes.

1	Sec. 22. ARIZONA CRIMINAL JUSTICE COMMISSION	
2		<u>2022-23</u>
3	FTE positions	11.0
4	Operating lump sum appropriation	\$ 1,276,300
5	State aid to county attorneys	973,700
6	State aid to indigent defense	700,000
7	Victim compensation and	
8	assistance	<u>4,224,600</u>
9	Total appropriation – Arizona criminal	
10	justice commission	\$ 7,174,600
11	Fund sources:	
12	Criminal justice enhancement fund	658,800
13	Resource center fund	617,500
14	State aid to county attorneys fund	973,700
15	State aid to indigent defense fund	700,000
16	Victim compensation and assistance	
17	fund	4,224,600
18	All victim compensation and assistance fund monies received by the	
19	Arizona criminal justice commission in excess of \$4,224,600 in fiscal year	
20	2022-2023 are appropriated to the crime victims program. Before spending	
21	any victim compensation and assistance fund monies in excess of \$4,224,600	
22	in fiscal year 2022-2023, the Arizona criminal justice commission shall	
23	report the intended use of the monies to the joint legislative budget	
24	committee.	
25	All monies received by the Arizona criminal justice commission in	
26	excess of \$973,700 in fiscal year 2022-2023 from the state aid to county	
27	attorneys fund established by section 11-539, Arizona Revised Statutes,	
28	are appropriated to the state aid to county attorneys program. Before	
29	spending any state aid to county attorneys fund monies in excess of	
30	\$973,700 in fiscal year 2022-2023, the Arizona criminal justice commission	
31	shall report the intended use of the monies to the joint legislative	
32	budget committee.	
33	Sec. 23. ARIZONA STATE SCHOOLS FOR THE DEAF AND THE BLIND	
34		<u>2022-23</u>
35	FTE positions	562.2
36	Administration/statewide	\$ 7,617,700
37	Phoenix day school for the deaf	10,801,700
38	Tucson campus	12,099,100
39	Preschool/outreach programs	6,323,400
40	School bus/agency vehicle	
41	replacement	369,000
42	Cooperative services	<u>18,108,600</u>
43	Total appropriation – Arizona state schools	
44	for the deaf and the blind	\$ 55,319,500

1	Fund sources:	
2	State general fund	\$ 23,255,700
3	Schools for the deaf and	
4	the blind fund	13,955,200
5	Cooperative services fund	18,108,600
6	Before spending any schools for the deaf and the blind fund monies	
7	in excess of \$13,955,200 in fiscal year 2022-2023, the Arizona state	
8	schools for the deaf and the blind shall report to the joint legislative	
9	budget committee the intended use of the monies.	
10	Before spending any cooperative services fund monies in excess of	
11	\$18,108,600 in fiscal year 2022-2023, the Arizona state schools for the	
12	deaf and the blind shall report to the joint legislative budget committee	
13	the intended use of the monies.	
14	Sec. 24. COMMISSION FOR THE DEAF AND THE HARD OF HEARING	
15		<u>2022-23</u>
16	FTE positions	17.0
17	Operating lump sum appropriation	\$ 4,439,900
18	Support services for the	
19	deaf-blind	<u>192,000</u>
20	Total appropriation – commission for the	
21	deaf and the hard of hearing	\$ 4,631,900
22	Fund sources:	
23	Telecommunication fund for	
24	the deaf	\$ 4,631,900
25	Sec. 25. STATE BOARD OF DENTAL EXAMINERS	
26		<u>2022-23</u>
27	FTE positions	11.0
28	Lump sum appropriation	\$ 1,755,100
29	Fund sources:	
30	Dental board fund	\$ 1,755,100
31	Sec. 26. OFFICE OF ECONOMIC OPPORTUNITY	
32		<u>2022-23</u>
33	FTE positions	5.0
34	Lump sum appropriation	\$ 470,300
35	Fund sources:	
36	State general fund	\$ 470,300
37	Sec. 27. DEPARTMENT OF ECONOMIC SECURITY	
38		<u>2022-23</u>
39	FTE positions	4,381.8
40	Operating lump sum appropriation	\$159,750,300
41	<u>Administration</u>	
42	Attorney general legal services	11,222,900

1	<u>Aging and adult services</u>	
2	Adult services	9,731,900
3	Community and emergency services	3,724,000
4	Coordinated homeless services	2,522,600
5	Domestic violence prevention	14,003,900
6	Long-term care ombudsman	1,000,000
7	<u>Benefits and medical eligibility</u>	
8	Temporary assistance for needy	
9	families – cash benefits	22,736,400
10	Coordinated hunger services	1,754,600
11	Tribal pass-through funding	4,680,300
12	<u>Child support enforcement</u>	
13	County participation	8,539,700
14	<u>Developmental disabilities</u>	
15	DDD administration	45,865,500
16	DDD premium tax payment	52,819,500
17	Case management – medicaid	89,879,500
18	Home and community based	
19	services – medicaid	1,982,944,100
20	Institutional services –	
21	medicaid	42,344,200
22	Physical and behavioral	
23	health services – medicaid	528,070,000
24	Medicare clawback payments	5,710,300
25	Targeted case management – medicaid	12,924,500
26	Case management – state-only	6,211,400
27	Home and community based	
28	services – state-only	13,589,000
29	Cost effectiveness study – client	
30	services	1,220,000
31	Arizona early intervention program	6,319,000
32	State-funded long-term care	
33	services	42,669,300
34	<u>Employment and rehabilitation services</u>	
35	JOBS	11,005,600
36	Child care subsidy	187,080,200
37	Independent living rehabilitation	
38	services	1,289,400
39	Rehabilitation services	7,249,100
40	Workforce investment act	
41	services	<u>53,654,600</u>
42	Total appropriation and expenditure	
43	authority – department of	
44	economic security	\$3,330,511,800

1	Fund sources:	
2	State general fund	\$ 970,788,300
3	Federal child care and	
4	development fund block grant	199,267,200
5	Federal temporary assistance for	
6	needy families block grant	65,405,800
7	Long-term care system fund	33,280,500
8	Public assistance collections	
9	fund	423,700
10	Special administration fund	4,512,600
11	Spinal and head injuries trust	
12	fund	2,336,000
13	Statewide cost allocation plan	
14	fund	1,000,000
15	Child support enforcement	
16	administration fund	17,204,700
17	Domestic violence services fund	4,000,200
18	Workforce investment act grant	56,069,100
19	Child support enforcement	
20	administration fund expenditure	
21	authority	42,495,100
22	Developmental disabilities	
23	medicaid expenditure authority	1,879,365,400
24	Health care investment fund	
25	expenditure authority	54,363,200

26 Aging and adult services

27 All domestic violence services fund monies in excess of \$4,000,200
 28 received by the department of economic security are appropriated for the
 29 domestic violence prevention line item. Before spending these increased
 30 monies, the department shall report the intended use of monies in excess
 31 of \$4,000,200 to the joint legislative budget committee.

32 On or before December 15, 2022, the department of economic security
 33 shall report to the joint legislative budget committee the amount of state
 34 and federal monies available statewide for domestic violence prevention
 35 funding. The report shall include, at a minimum, the amount of monies
 36 available and the state fiscal agent receiving those monies.

37 Benefits and medical eligibility

38 The operating lump sum appropriation may be spent on Arizona health
 39 care cost containment system eligibility determinations based on the
 40 results of the Arizona random moment sampling survey.

41 Child support enforcement

42 All state shares of retained earnings, fees and federal incentives
 43 in excess of \$17,204,700 received by the division of child support
 44 enforcement are appropriated for operating expenditures. New FTE
 45 positions are authorized with the increased funding. Before spending

1 these increased monies, the department of economic security shall report
2 the intended use of the monies to the joint legislative budget committee.

3 Developmental disabilities

4 On or before September 1, 2023, the department of economic security
5 shall report to the president of the senate, the speaker of the house of
6 representatives, the chairpersons of the senate and house of
7 representatives appropriations committees and the director of the joint
8 legislative budget committee any new placement into a state-owned ICF-IID
9 or the Arizona training program at the Coolidge campus in fiscal year
10 2022-2023 and the reason this placement, rather than a placement into a
11 privately run facility for persons with developmental disabilities, was
12 deemed as the most appropriate placement. The department shall also
13 report if no new placements were made. On or before September 1, 2023,
14 the department shall also report to the director of the joint legislative
15 budget committee the total costs associated with the Arizona training
16 program at Coolidge in fiscal year 2022-2023.

17 The department shall report to the joint legislative budget
18 committee on or before March 1 of each year on preliminary actuarial
19 estimates of the capitation rate changes for the following fiscal year
20 along with the reasons for the estimated changes. For any actuarial
21 estimates that include a range, the total range from minimum to maximum
22 may not be more than two percent. Before implementing any changes in
23 capitation rates for the long-term care system, the department shall
24 submit a report for review by the joint legislative budget committee.
25 Before the department implements any change in policy affecting the
26 amount, sufficiency, duration and scope of health care services and who
27 may provide services, the department shall prepare a fiscal impact
28 analysis on the potential effects of this change on the following year's
29 capitation rates. If the fiscal impact analysis demonstrates that this
30 change will result in additional state costs of \$500,000 or more for any
31 fiscal year, the department shall submit the policy change for review by
32 the joint legislative budget committee.

33 Before implementing developmental disabilities or long-term care
34 statewide provider rate adjustments that are not already specifically
35 authorized by the legislature, court mandates or changes to federal law,
36 the department shall submit a report for review by the joint legislative
37 budget committee that includes, at a minimum, the estimated cost of the
38 provider rate adjustment and the ongoing source of funding for the
39 adjustment, if applicable.

40 Before transferring any monies in or out of the case management –
41 medicaid, case management – state-only and DDD administration line items,
42 the department shall submit a report for review by the joint legislative
43 budget committee.

1 Employment and rehabilitation services

2 On or before September 15, 2022 and March 15, 2023, the department
3 of economic security shall submit a report to the president of the senate,
4 the speaker of the house of representatives, the chairpersons of the
5 senate and house of representatives appropriations committees and the
6 joint legislative budget committee on child care development block grant
7 monies provided from the coronavirus aid, relief, and economic security
8 act, the consolidated appropriations act, 2021 and the American rescue
9 plan act of 2021. The report must include, at a minimum, the actual
10 expenditures made to date by purpose and, separately, by federal
11 legislation, the expenditure plan for all remaining monies by purpose and,
12 separately, by federal legislation, the number of children served with the
13 monies on average each month, the average child care reimbursement rates
14 for the entire program, including these monies, and the number of child
15 care settings with a quality rating.

16 The department of economic security shall forward to the joint
17 legislative budget committee a monthly report listing data on the child
18 care population served. The report must include, at a minimum, in each
19 program the number of unduplicated children enrolled in child care within
20 the department of economic security and the department of child safety by
21 program and the average amount paid per child plus quality-related
22 spending.

23 All workforce investment act grant monies that are received by this
24 state in excess of \$56,069,100 are appropriated to the workforce
25 investment act services line item. Before spending these increased
26 monies, the department shall report the intended use of monies in excess
27 of \$56,069,100 to the joint legislative budget committee.

28 Departmentwide

29 The above appropriations are in addition to monies granted to this
30 state by the federal government for the same purposes but are deemed to
31 include the sums deposited in the state treasury to the credit of the
32 department of economic security pursuant to section 42-5029, Arizona
33 Revised Statutes.

34 The department of economic security shall forward to the president
35 of the senate, the speaker of the house of representatives, the
36 chairpersons of the senate and house of representatives appropriations
37 committees and the director of the joint legislative budget committee a
38 monthly report comparing total expenditures for the month and year-to-date
39 as compared to prior-year totals on or before the thirtieth of the
40 following month. The report shall include an estimate of potential
41 shortfalls in entitlement programs and potential federal and other monies,
42 such as the statewide assessment for indirect costs, and any projected
43 surplus in state-supported programs that may be available to offset these
44 shortfalls and a plan, if necessary, for eliminating any shortfall without
45 a supplemental appropriation.

1	Sec. 28. STATE BOARD OF EDUCATION	
2		<u>2022-23</u>
3	FTE positions	19.0
4	Operating lump sum appropriation	\$ 2,190,000
5	Arizona empowerment scholarship	
6	account appeals	<u>150,000</u>
7	Total appropriation –	
8	state board of education	\$ 2,340,000
9	Fund sources:	
10	State general fund	\$ 2,340,000
11	Sec. 29. SUPERINTENDENT OF PUBLIC INSTRUCTION	
12		<u>2022-23</u>
13	FTE positions	202.9
14	Operating lump sum appropriation	\$ 10,348,400
15	<u>Formula programs</u>	
16	Basic state aid	4,738,627,700
17	Results-based funding	68,600,000
18	Special education fund	36,029,200
19	Other state aid to districts	983,900
20	Classroom site fund	977,025,600
21	Instructional improvement fund	54,425,700
22	<u>Property tax relief</u>	
23	Additional state aid	510,093,700
24	<u>Non-formula programs</u>	
25	Accountability and achievement	
26	testing	16,423,300
27	Adult education	4,867,800
28	Alternative teacher development	
29	program	500,000
30	Arizona empowerment scholarship	
31	account administration	2,176,400
32	Arizona English language	
33	learner fund	4,960,400
34	CTED completion grants	1,000,000
35	CTED soft capital and equipment	1,000,000
36	College credit by examination	
37	incentive program	7,472,100
38	College placement exam fee waiver	1,265,800
39	Computer science professional	
40	development program	1,000,000
41	Early literacy	12,000,000
42	Education learning and	
43	accountability system	5,315,400
44	English learner administration	6,516,900
45	Geographic literacy	100,000

1	Jobs for Arizona graduates	100,000
2	School safety program	31,925,200
3	State block grant for vocational	
4	education	11,576,300
5	Student level data access	350,000
6	Teacher certification	2,403,000
7	Tribal college dual enrollment	
8	program	<u>325,000</u>
9	Total appropriation and expenditure	
10	authority – superintendent	
11	of public instruction	\$6,507,411,800
12	Fund sources:	
13	State general fund	\$4,977,150,300
14	Education sales tax fund	7,000,000
15	Permanent state school fund	328,895,600
16	Teacher certification fund	2,359,100
17	Tribal college dual enrollment	
18	program fund	325,000
19	Department of education empowerment	
20	scholarship account fund	350,000
21	Expenditure authority	1,191,331,800

22 Operating budget

23 The operating lump sum appropriation includes \$683,900 and 8.5 FTE
 24 positions for average daily membership auditing and \$200,000 and 2 FTE
 25 positions for information technology security services.

26 The amount appropriated for the department of education's operating
 27 budget includes \$500,000 for technical assistance and state-level
 28 administration of the K-3 reading program established pursuant to section
 29 15-211, Arizona Revised Statutes.

30 Any monies available to the department of education pursuant to
 31 section 42-5029.02, subsection A, paragraph 8, Arizona Revised Statutes,
 32 for the failing schools tutoring fund established by section 15-241,
 33 Arizona Revised Statutes, in excess of the expenditure authority amounts
 34 are allocated for the purposes of section 42-5029.02, subsection A,
 35 paragraph 8, Arizona Revised Statutes.

36 Any monies available to the department of education pursuant to
 37 section 42-5029.02, subsection A, paragraph 6, Arizona Revised Statutes,
 38 for character education matching grants pursuant to section 15-154.01,
 39 Arizona Revised Statutes, in excess of the expenditure authority amounts
 40 are allocated for the purposes of section 42-5029.02, subsection A,
 41 paragraph 6, Arizona Revised Statutes.

42 Basic state aid

43 The appropriation for basic state aid provides basic state support
 44 to school districts for maintenance and operations funding as provided by
 45 section 15-973, Arizona Revised Statutes, and includes an estimated

1 \$328,895,600 in expendable income derived from the permanent state school
2 fund and from state trust lands pursuant to section 37-521, subsection B,
3 Arizona Revised Statutes, for fiscal year 2022-2023.

4 Monies derived from the permanent state school fund and any other
5 non-state general fund revenue source that is dedicated to fund basic
6 state aid shall be spent, whenever possible, before spending state general
7 fund monies.

8 Except as required by section 37-521, Arizona Revised Statutes, all
9 monies received during the fiscal year from national forests, interest
10 collected on deferred payments on the purchase of state lands, income from
11 investing permanent state school funds as prescribed by the enabling act
12 and the Constitution of Arizona and all monies received by the
13 superintendent of public instruction from whatever source, except monies
14 received pursuant to sections 15-237 and 15-531, Arizona Revised Statutes,
15 when paid into the state treasury are appropriated for apportionment to
16 the various counties in accordance with law. An expenditure may not be
17 made except as specifically authorized above.

18 Any monies available to the department of education pursuant to
19 section 42-5029.02, subsection A, paragraph 5, Arizona Revised Statutes,
20 for the increased cost of basic state aid under section 15-971, Arizona
21 Revised Statutes, due to added school days in excess of the expenditure
22 authority amounts are allocated for the purposes of section 42-5029.02,
23 subsection A, paragraph 5, Arizona Revised Statutes.

24 Other programs

25 Any monies available to the department of education for the
26 classroom site fund pursuant to section 37-521, subsection B, paragraph 4,
27 Arizona Revised Statutes, and section 42-5029.02, subsection A, paragraph
28 10, Arizona Revised Statutes, in excess of expenditure authority amounts
29 are allocated for the purposes of section 37-521, subsection B, paragraph
30 4, Arizona Revised Statutes, and section 42-5029.02, subsection A,
31 paragraph 10, Arizona Revised Statutes.

32 Any monies available to the department of education from the
33 instructional improvement fund established by section 15-979, Arizona
34 Revised Statutes, in excess of the expenditure authority amounts are
35 allocated for the purposes of section 15-979, Arizona Revised Statutes.

36 Before making any changes to the achievement testing program that
37 will increase program costs, the department of education and the state
38 board of education shall submit the estimated fiscal impact of those
39 changes to the joint legislative budget committee for review.

40 Any monies available to the department of education for
41 accountability purposes pursuant to section 42-5029.02, subsection A,
42 paragraph 7, Arizona Revised Statutes, in excess of the expenditure
43 authority amounts are allocated for the purposes of section 42-5029.02,
44 subsection A, paragraph 7, Arizona Revised Statutes.

1 Monies appropriated for CTED completion grants are intended to help
2 fund program completion for students who complete at least fifty percent
3 of a career technical education program before graduating from high school
4 and who successfully complete the career technical education district
5 program after graduating from high school. The application procedures
6 shall award grant funding only after an eligible student has successfully
7 completed a career technical education district program.

8 If the appropriated amount for CTED completion grants is
9 insufficient to fund all grant requests from career technical education
10 districts, the department of education shall reduce grant amounts on a
11 proportional basis in order to cap total statewide allocations at
12 \$1,000,000.

13 The appropriated amount for CTED completion grants is exempt from
14 the provisions of section 35-190, Arizona Revised Statutes, relating to
15 lapsing of appropriations, until June 30, 2024.

16 The department of education shall distribute the appropriated amount
17 for CTED soft capital and equipment to career technical education
18 districts with fewer than two thousand average daily membership pupils for
19 soft capital and equipment expenses. The appropriated amount shall be
20 allocated on a pro rata basis based on the average daily membership of
21 eligible career technical education districts.

22 The department of education shall use the appropriated amount for
23 English learner administration to provide English language acquisition
24 services for the purposes of section 15-756.07, Arizona Revised Statutes,
25 and for the costs of providing English language proficiency assessments,
26 scoring and ancillary materials as prescribed by the department of
27 education to school districts and charter schools for the purposes of
28 title 15, chapter 7, article 3.1, Arizona Revised Statutes. The
29 department may use a portion of the appropriated amount to hire staff or
30 contract with a third party to carry out the purposes of section
31 15-756.07, Arizona Revised Statutes. Notwithstanding section 41-192,
32 Arizona Revised Statutes, the superintendent of public instruction also
33 may use a portion of the appropriated amount to contract with one or more
34 private attorneys to provide legal services in connection with the case of
35 Flores v. State of Arizona, No. CIV 92-596-TUC-RCC.

36 The department of education shall use the appropriated amount for
37 geographic literacy to issue a grant to a statewide geographic alliance
38 for strengthening geographic literacy in this state.

39 The department of education shall use the appropriated amount for
40 jobs for Arizona graduates to issue a grant to a nonprofit organization
41 for a JOBS for Arizona graduates program.

42 Any monies available to the department of education for school
43 safety pursuant to section 42-5029.02, subsection A, paragraph 6, Arizona
44 Revised Statutes, in excess of the expenditure authority amounts are

1 allocated for the purposes of section 42-5029.02, subsection A, paragraph
 2 6, Arizona Revised Statutes.

3 After review by the joint legislative budget committee, in fiscal
 4 year 2022-2023, the department of education may use a portion of its
 5 fiscal year 2022-2023 state general fund appropriations for basic state
 6 aid, additional state aid or the special education fund to fund a
 7 shortfall in funding for basic state aid, additional state aid or the
 8 special education fund, if any, that occurred in fiscal year 2021-2022.

9 The department shall provide an updated report on its budget status
 10 every three months for the first half of each fiscal year and every month
 11 thereafter to the president of the senate, the speaker of the house of
 12 representatives, the chairpersons of the senate and house of
 13 representatives appropriations committees, the director of the joint
 14 legislative budget committee and the director of the governor's office of
 15 strategic planning and budgeting. Each report shall include, at a
 16 minimum, the department's current funding surplus or shortfall projections
 17 for basic state aid and other major formula-based programs and is due
 18 thirty days after the end of the applicable reporting period.

19 Within fifteen days after each apportionment of state aid that
 20 occurs pursuant to section 15-973, subsection B, Arizona Revised Statutes,
 21 the department shall post on its website the amount of state aid
 22 apportioned to each recipient and the underlying data.

23 Notwithstanding section 15-901.03, Arizona Revised Statutes, the
 24 superintendent of public instruction may transfer \$5,000,000 from the
 25 state general fund appropriation for basic state aid for fiscal year
 26 2021-2022 to the results-based funding program for fiscal year 2021-2022
 27 without review by the joint legislative budget committee. Any amount
 28 transferred to the results-based funding program under this section that
 29 exceeds the amount needed to address a funding shortfall for the
 30 results-based funding program for fiscal year 2021-2022 reverts to the
 31 state general fund on June 30, 2022.

32 Sec. 30. DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS

33		<u>2022-23</u>
34	FTE positions	63.1
35	Administration	\$ 1,866,400
36	Emergency management	758,700
37	Military affairs	1,885,500
38	Emergency management matching funds	1,544,900
39	National guard matching funds	3,370,000
40	Federal government matching repayment	759,200
41	National guard tuition	
42	reimbursement	<u>1,000,000</u>
43	Total appropriation – department of	
44	emergency and military affairs	\$ 11,184,700

1 Fund sources:

2 State general fund \$ 11,184,700

3 The \$3,370,000 national guard matching funds appropriation is exempt
 4 from the provisions of section 35-190, Arizona Revised Statutes, relating
 5 to lapsing of appropriations, except that all fiscal year 2022-2023 monies
 6 remaining unexpended and unencumbered on December 31, 2023 revert to the
 7 state general fund.

8 The appropriated amount for the national guard tuition reimbursement
 9 line item is exempt from the provisions of section 35-190, Arizona Revised
 10 Statutes, relating to lapsing of appropriations, until September 30, 2023.
 11 Sec. 31. DEPARTMENT OF ENVIRONMENTAL QUALITY

	<u>2022-23</u>
12 FTE positions	322.0
13 Operating lump sum appropriation	\$ 45,821,600
14 Safe drinking water program	1,814,300
15 Emissions control contractor	
16 payment	<u>26,219,500</u>
17	
18 Total appropriation – department of	
19 environmental quality	\$ 73,855,400

20 Fund sources:

21 Air quality fund	\$ 5,382,800
22 Emergency response fund	132,800
23 Emissions inspection fund	30,293,600
24 Hazardous waste management fund	1,748,300
25 Indirect cost fund	13,962,600
26 Permit administration fund	7,166,500
27 Recycling fund	1,365,100
28 Safe drinking water program	
29 fund	1,814,300
30 Solid waste fee fund	1,249,900
31 Underground storage tank	
32 revolving fund	148,800
33 Water quality fee fund	10,590,700

34 The department of environmental quality shall report annually on the
 35 progress of WQARF activities, including emergency response, priority site
 36 remediation, cost recovery activity, revenue and expenditure activity and
 37 other WQARF-funded program activity. The department shall submit the
 38 fiscal year 2022-2023 report to the joint legislative budget committee on
 39 or before September 1, 2022. This report shall also include a budget for
 40 the WQARF program that is developed in consultation with the WQARF
 41 advisory board. This budget shall specify the monies budgeted for each
 42 listed site during fiscal year 2022-2023. In addition, the department and
 43 the WQARF advisory board shall prepare and submit to the joint legislative
 44 budget committee, on or before October 1, 2022, a report in a table format
 45 summarizing the current progress on remediation of each listed site on the

1 WQARF registry. The table shall include the stage of remediation for each
 2 site at the end of fiscal year 2021-2022, indicate whether the current
 3 stage of remediation is anticipated to be completed in fiscal year
 4 2022-2023 and indicate the anticipated stage of remediation at each listed
 5 site at the end of fiscal year 2022-2023, assuming fiscal year 2022-2023
 6 funding levels. The department and the WQARF advisory board may include
 7 other relevant information about the listed sites in the table.

8 All permit administration fund monies received by the department of
 9 environmental quality in excess of \$7,166,500 in fiscal year 2022-2023 are
 10 appropriated to the department. Before spending permit administration
 11 fund monies in excess of \$7,166,500 in fiscal year 2022-2023, the
 12 department shall report the intended use of the monies to the joint
 13 legislative budget committee.

14 All indirect cost fund monies received by the department of
 15 environmental quality in excess of \$13,962,600 in fiscal year 2022-2023
 16 are appropriated to the department. Before spending indirect cost fund
 17 monies in excess of \$13,962,600 in fiscal year 2022-2023, the department
 18 shall report the intended use of the monies to the joint legislative
 19 budget committee.

20 Sec. 32. GOVERNOR'S OFFICE OF EQUAL OPPORTUNITY

21			<u>2022-23</u>
22	FTE positions		4.0
23	Lump sum appropriation	\$	191,300
24	Fund sources:		
25	Personnel division fund	\$	191,300

26 Sec. 33. STATE BOARD OF EQUALIZATION

27			<u>2022-23</u>
28	FTE positions		7.0
29	Lump sum appropriation	\$	663,900
30	Fund sources:		
31	State general fund	\$	663,900

32 Sec. 34. BOARD OF EXECUTIVE CLEMENCY

33			<u>2022-23</u>
34	FTE positions		14.5
35	Lump sum appropriation	\$	1,153,300
36	Fund sources:		
37	State general fund	\$	1,153,300

38 On or before November 1, 2022, the board of executive clemency shall
 39 report to the directors of the joint legislative budget committee and the
 40 governor's office of strategic planning and budgeting the total number and
 41 types of cases the board reviewed in fiscal year 2021-2022.

42 Sec. 35. ARIZONA EXPOSITION AND STATE FAIR BOARD

43			<u>2022-23</u>
44	FTE positions		184.0
45	Lump sum appropriation	\$	13,297,500

1	Fund sources:	
2	Arizona exposition and state	
3	fair fund	\$ 13,297,500
4	Sec. 36. ARIZONA DEPARTMENT OF FORESTRY AND FIRE MANAGEMENT	
5		<u>2022-23</u>
6	FTE positions	213.0
7	Operating lump sum appropriation	\$ 3,393,800
8	Environmental county grants	250,000
9	Inmate firefighting crews	784,400
10	Postrelease firefighting crews	1,151,000
11	Fire suppression	200,000
12	State fire marshal	1,052,000
13	State fire school	279,700
14	Hazardous vegetation removal	3,000,000
15	Wildfire mitigation	<u>36,988,600</u>
16	Total appropriation – Arizona department	
17	of forestry and fire management	\$47,099,500
18	Fund sources:	
19	State general fund	\$47,099,500
20	The appropriation for the hazardous vegetation removal line item is	
21	exempt from the provisions of section 35-190, Arizona Revised Statutes,	
22	relating to lapsing of appropriations, until June 30, 2024.	
23	Sec. 37. STATE BOARD OF FUNERAL DIRECTORS AND EMBALMERS	
24		<u>2022-23</u>
25	FTE positions	4.0
26	Lump sum appropriation	\$ 393,200
27	Fund sources:	
28	Board of funeral directors' and	
29	embalmers' fund	\$ 393,200
30	Sec. 38. ARIZONA GAME AND FISH DEPARTMENT	
31		<u>2022-23</u>
32	FTE positions	273.5
33	Operating lump sum appropriation	\$43,733,700
34	Pittman-Robertson/Dingell-Johnson	
35	act	<u>3,058,000</u>
36	Total appropriation – Arizona game and fish	
37	department	\$46,791,700
38	Fund sources:	
39	Capital improvement fund	\$ 1,001,200
40	Game and fish fund	40,461,500
41	Wildlife endowment fund	16,200
42	Watercraft licensing fund	4,955,200
43	Game, nongame, fish and	
44	endangered species fund	357,600

1	Sec. 39. DEPARTMENT OF GAMING	
2		<u>2022-23</u>
3	FTE positions	155.8
4	Operating lump sum appropriation	\$ 9,973,100
5	Additional operating expenses	3,761,900
6	Arizona breeders' award	250,000
7	Casino operations certification	2,104,900
8	County fairs livestock and	
9	agriculture promotion	4,029,500
10	Division of racing	2,261,100
11	Racing purse enhancement	5,000,000
12	Racetrack purse and maintenance	
13	and operations funding	5,000,000
14	Problem gambling	<u>3,320,000</u>
15	Total appropriation – department of gaming	\$ 35,700,500
16	Fund sources:	
17	State general fund	\$ 14,029,500
18	Fantasy sports contest fund	145,000
19	Tribal-state compact fund	2,104,900
20	Arizona benefits fund	16,610,000
21	State lottery fund	300,000
22	Racing regulation fund	2,411,500
23	Racing regulation fund – unarmed	
24	combat subaccount	99,600

25 On or before October 1, 2022, the department of gaming shall report
 26 to the directors of the joint legislative budget committee and the
 27 governor's office of strategic planning and budgeting on the expected
 28 amount and purpose of expenditures from the additional operating expenses
 29 line item for fiscal year 2022-2023. The report shall include the
 30 projected line item detail.

31 The amount appropriated to the county fairs livestock and
 32 agriculture promotion line item is for deposit in the county fairs
 33 livestock and agriculture promotion fund established by section 5-113,
 34 Arizona Revised Statutes, and to be administered by the office of the
 35 governor.

36 The amount appropriated to the racing purse enhancement line item
 37 shall be distributed to a recognized nonprofit horsemen's organization
 38 that has represented since 1988 the horsemen participating in racing
 39 meetings to be used to promote racing and enhance the general purse
 40 structure for eligible horse races held in this state.

41 The appropriation made in the racetrack purse and maintenance and
 42 operations funding line item shall be distributed to commercial live
 43 racing permittees based on each permittee's three-year average of race
 44 days reflected in the length of the permit. The monies shall be used to

1 enhance the general purse structure and for track maintenance and
 2 operations.

3 On or before August 1, 2022, the department of gaming shall report
 4 to the directors of the joint legislative budget committee and the
 5 governor's office of strategic planning and budgeting on the expected
 6 amount and purpose of expenditures from the event wagering fund
 7 established by section 5-1318, Arizona Revised Statutes, for fiscal year
 8 2022-2023. The report shall include the projected line item detail and
 9 the number of filled full-time equivalent positions.

10 Sec. 40. OFFICE OF THE GOVERNOR

	<u>2022-23</u>
Operating lump sum appropriation	\$ 7,313,600*
Foster youth education success fund deposit	<u>1,500,000</u>
Total appropriation – office of the governor	\$ 8,813,600

16 Fund sources:

State general fund	\$ 8,813,600
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18 Included in the lump sum appropriation of \$7,313,600 for fiscal year
 19 2022-2023 is \$10,000 for the purchase of mementos and items for visiting
 20 officials.

21 Sec. 41. GOVERNOR'S OFFICE OF STRATEGIC PLANNING AND BUDGETING

	<u>2022-23</u>
FTE positions	22.0
Lump sum appropriation	\$ 2,688,700*
Fund sources:	
State general fund	\$ 2,688,700

27 Sec. 42. DEPARTMENT OF HEALTH SERVICES

	<u>2022-23</u>
FTE positions	1,135.5
Operating lump sum appropriation	\$ 54,894,500
<u>Public health/family health</u>	
Adult cystic fibrosis care	105,200
AIDS reporting and surveillance	1,000,000
Alzheimer's disease research	3,625,000
Biomedical research support	2,000,000
Breast and cervical cancer and bone density screening	1,369,400
County tuberculosis provider care and control	590,700
Family health pilot program	1,500,000
Folic acid program	400,000
High-risk perinatal services	2,343,400
Homeless pregnant women services	200,000
Newborn screening program	12,132,300
Nonrenal disease management	198,000

1	Nursing care special projects	100,000
2	Poison control centers funding	990,000
3	Renal dental care and nutrition	
4	supplements	300,000
5	Renal transplant drugs	183,000
6	<u>Arizona state hospital</u>	
7	Arizona state hospital –	
8	operating	64,188,000
9	Arizona state hospital –	
10	restoration to competency	900,000
11	Arizona state hospital –	
12	sexually violent persons	<u>9,736,100</u>
13	Total appropriation – department of	
14	health services	\$156,755,600
15	Fund sources:	
16	State general fund	\$ 99,759,200
17	Arizona state hospital fund	2,883,600
18	Arizona state hospital land fund	650,000
19	Child fatality review fund	196,500
20	Disease control research fund	1,000,000
21	DHS indirect cost fund	11,302,100
22	Emergency medical services	
23	operating fund	3,831,300
24	Environmental laboratory licensure	
25	revolving fund	933,300
26	Federal child care and development	
27	fund block grant	884,100
28	Health services licensing fund	15,570,600
29	Health services lottery monies fund	200,000
30	Newborn screening program fund	12,565,100
31	Nursing care institution resident	
32	protection revolving fund	138,200
33	Prescription drug rebate	
34	fund – state	2,500,000
35	Tobacco tax and health care	
36	fund – medically needy account	700,000
37	Vital records electronic systems	
38	fund	3,641,600

39 Public health/family health

40 The department of health services may use up to four percent of the
41 amount appropriated for nonrenal disease management for the administrative
42 costs to implement the program.

43 The department of health services shall distribute the monies
44 appropriated for the family health pilot program line item to at least two
45 nonprofit organizations to implement a statewide system to provide direct

1 services, support services, social services case management and referrals
2 to the biological or adoptive parents of children under two years of age,
3 including unborn children. The purpose of the statewide system is to
4 encourage healthy childbirth, support childbirth as an alternative to
5 abortion, promote family formation, aid successful parenting and increase
6 families' economic self-sufficiency. The statewide system services must
7 be available to all residents of this state in both urban and rural areas.
8 Monies may not be used for abortion referral services or distributed to
9 entities that promote, provide referrals for or perform abortions. Each
10 nonprofit organization that receives the monies must demonstrate both:

11 1. Experience in marketing and serving the eligible patient
12 population.

13 2. That the organization can begin serving clients statewide within
14 sixty days after receiving monies pursuant to this section.

15 When determining which nonprofit organizations will participate in
16 the family health pilot program, the department shall give preference to
17 nonprofit organizations that are working and providing services in this
18 state.

19 Each nonprofit organization that participates in the family health
20 pilot program shall submit to the department of health services on a form
21 prescribed by the department a quarterly report of the services and
22 referrals the nonprofit organization provides, including all of the
23 following information:

24 1. The number of clients served, either by referral or direct
25 services.

26 2. The number of direct services provided and referrals made.

27 3. The number of women referred for medical services or medical
28 care.

29 4. The number of women who received prenatal care.

30 5. The number of women who were referred for prenatal care.

31 6. The number of women who received nutrition services.

32 7. The number of women who were referred for nutrition services.

33 8. The number of individuals who received adoption services.

34 9. The number of individuals who were referred for adoption
35 services.

36 10. The number of individuals who received educational and
37 employment services.

38 The department of health services shall distribute monies
39 appropriated for homeless pregnant women services to nonprofit
40 organizations that are located in a county with a population of more than
41 three million persons and whose primary function is to provide shelter,
42 food, clothing, transportation for health services and support to homeless
43 pregnant women and their children who are under one year of age. Monies
44 may not be granted for abortion referral services or distributed to
45 entities that promote, refer or perform abortions.

1 The department of health services shall distribute monies
2 appropriated for the biomedical research support line item to a nonprofit
3 medical research institute headquartered in this state that specializes in
4 biomedical research focusing on applying genomic technologies and
5 sequencing to clinical care, that has served as a resource to this state
6 to conduct molecular epidemiologic analyses to assist with disease
7 outbreak investigations and that collaborates with universities, hospitals
8 and health science research centers and other public and private
9 bioscience and related industries in this state. The recipient of these
10 monies shall commission an audit of the expenditure of these monies and
11 shall submit a copy of the audit to the department of health services on
12 or before February 1, 2024.

13 The department of health services shall distribute monies
14 appropriated for Alzheimer's disease research through a grant to a
15 charitable organization that is qualified under section 501(c)(3) of the
16 internal revenue code and that meets the following criteria:

- 17 1. Is headquartered in this state.
- 18 2. Has been operating in this state for at least the last ten
19 years.
- 20 3. Has participating member institutions that work together to end
21 Alzheimer's disease within a statewide collaborative model by using their
22 complementary strengths in brain imaging, computer science, genomics,
23 basic and cognitive neurosciences and clinical and neuropathology
24 research.
- 25 4. Has participating member institutions that educate residents of
26 this state about Alzheimer's disease, research progress and resources to
27 help patients, families and professionals manage the disease.

28 The terms of the grant made to the charitable organization may not
29 impose any requirements that were not imposed in prior grant agreements
30 entered into between the department of health services and the charitable
31 organization.

32 Arizona state hospital

33 In addition to the appropriation for the department of health
34 services, earnings on state lands and interest on the investment of the
35 permanent state land funds are appropriated to the Arizona state hospital
36 in compliance with the enabling act and the Constitution of Arizona.

37 Departmentwide

38 The department of health services shall electronically forward to
39 the president of the senate, the speaker of the house of representatives,
40 the chairpersons of the senate and house of representatives appropriations
41 committees and the director of the joint legislative budget committee a
42 monthly report comparing total expenditures for the month and year-to-date
43 as compared to prior-year totals on or before the thirtieth of the
44 following month. Each report shall include an estimate of potential
45 shortfalls in programs, potential federal and other monies, such as the

1 statewide assessment for indirect costs, that may be available to offset
 2 these shortfalls, and a plan, if necessary, for eliminating any shortfall
 3 without a supplemental appropriation.

4 Sec. 43. ARIZONA HISTORICAL SOCIETY

5		<u>2022-23</u>
6	FTE positions	50.9
7	Operating lump sum appropriation	\$ 2,334,600
8	Field services and grants	62,500
9	Papago park museum	<u>508,900</u>
10	Total appropriation – Arizona historical	
11	society	\$ 2,906,000
12	Fund sources:	
13	State general fund	\$ 2,906,000

14 Sec. 44. PRESCOTT HISTORICAL SOCIETY

15		<u>2022-23</u>
16	FTE positions	13.0
17	Lump sum appropriation	\$ 900,600
18	Fund sources:	
19	State general fund	\$ 900,600

20 Sec. 45. ARIZONA DEPARTMENT OF HOMELAND SECURITY

21		<u>2022-23</u>
22	FTE positions	14.0
23	Statewide information security	
24	and privacy operations and	
25	controls	\$ 6,366,700
26	Fund sources:	
27	Information technology fund	\$ 6,366,700

28 Sec. 46. BOARD OF HOMEOPATHIC AND INTEGRATED MEDICINE EXAMINERS

29		<u>2022-23</u>
30	FTE positions	1.0
31	Lump sum appropriation	\$ 46,000
32	Fund sources:	
33	Board of homeopathic and	
34	integrated medicine	
35	examiners' fund	\$ 46,000

36 Sec. 47. ARIZONA DEPARTMENT OF HOUSING

37		<u>2022-23</u>
38	FTE positions	3.0
39	Lump sum appropriation	\$ 322,700
40	Fund sources:	
41	Housing trust fund	\$ 322,700

1	Sec. 48. INDUSTRIAL COMMISSION OF ARIZONA	
2		<u>2022-23</u>
3	FTE positions	236.6
4	Operating lump sum appropriation	\$ 20,122,000
5	Municipal firefighter reimbursement	
6	administration	<u>80,000</u>
7	Total appropriation – industrial commission	
8	of Arizona	\$ 20,202,000
9	Fund sources:	
10	State general fund	\$ 80,000
11	Administrative fund	20,122,000

12 The legislature intends that the state general fund appropriation be
 13 used only for administrative costs of title 23, chapter 11, Arizona
 14 Revised Statutes, and that this appropriation does not convey any
 15 responsibility for firefighter cancer compensation and benefits claims on
 16 to this state.

17	Sec. 49. DEPARTMENT OF INSURANCE AND FINANCIAL INSTITUTIONS	
18		<u>2022-23</u>
19	FTE positions	151.4
20	Operating lump sum appropriation	\$ 9,919,900
21	Arizona vehicle theft task force	4,343,500
22	Automobile theft authority	
23	operating budget	659,300
24	Insurance fraud unit	1,800,500
25	Local grants	957,700
26	Reimbursable programs	<u>50,000</u>
27	Total appropriation – department of insurance	
28	and financial institutions	\$ 17,730,900
29	Fund sources:	
30	State general fund	\$ 7,663,400
31	Automobile theft authority fund	6,010,500
32	Financial services fund	4,006,700
33	Department revolving fund	50,300

34 Monies in the Arizona vehicle theft task force line item shall be
 35 used by the department of insurance and financial institutions to pay
 36 seventy-five percent of the personal services and employee-related
 37 expenditures for city, town and county sworn officers who participate in
 38 the Arizona vehicle theft task force.

39 Local grants shall be awarded with consideration given to areas with
 40 greater automobile theft problems and shall be used to combat economic
 41 automobile theft operations.

42 The department of insurance and financial institutions shall submit
 43 a report to the joint legislative budget committee before spending any
 44 monies for the reimbursable programs line item. The department shall show
 45 sufficient monies collected to cover the expenses indicated in the report.

1 Of the department fees required to be deposited in the state general
 2 fund by statute, the legislature intends that the department of insurance
 3 and financial institutions shall assess and set the fees at a level to
 4 ensure that the monies deposited in the state general fund will equal or
 5 exceed the department's expenditure from the state general fund.

6 Sec. 50. ARIZONA JUDICIARY

	<u>2022-23</u>
7	
8	<u>Supreme court</u>
9	FTE positions 187.0
10	Operating lump sum appropriation \$ 15,728,600
11	Automation 21,438,300
12	County reimbursements 187,900
13	Court appointed special advocate 3,987,300
14	Courthouse security 750,000
15	Domestic relations 646,500
16	State foster care review board 3,283,000
17	Commission on judicial conduct 524,400
18	Judicial nominations and
19	performance review 543,900
20	Model court 659,700
21	State aid <u>5,679,000</u>
22	Total appropriation – supreme court \$ 53,428,600
23	Fund sources:
24	State general fund \$ 22,383,800
25	Confidential intermediary and
26	fiduciary fund 494,300
27	Court appointed special advocate
28	fund 4,068,000
29	Criminal justice enhancement fund 4,407,800
30	Defensive driving school fund 4,233,500
31	Judicial collection enhancement
32	fund 14,895,800
33	State aid to the courts fund 2,945,400

34 On or before September 1, 2022, the supreme court shall report to
 35 the joint legislative budget committee and the governor's office of
 36 strategic planning and budgeting on current and future automation projects
 37 coordinated by the administrative office of the courts. The report shall
 38 include a list of court automation projects that receive or are
 39 anticipated to receive state monies in the current or next two fiscal
 40 years as well as a description of each project, the number of FTE
 41 positions, the entities involved and the goals and anticipated results for
 42 each automation project. The report shall be submitted in one summary
 43 document. The report shall indicate each project's total multiyear cost
 44 by fund source and budget line item, including any prior-year,
 45 current-year and future-year expenditures.

1 Automation expenses of the judiciary shall be funded only from the
 2 automation line item. Monies in the operating lump sum appropriation or
 3 other line items intended for automation purposes shall be transferred to
 4 the automation line item before expenditure.

5 Included in the operating lump sum appropriation for the supreme
 6 court is \$1,000 for the purchase of mementos and items for visiting
 7 officials.

8 Of the \$187,900 appropriated for county reimbursements, state grand
 9 jury is limited to \$97,900 and capital postconviction relief is limited to
 10 \$90,000.

11 Court of appeals

12	FTE positions	136.8
13	Division one	\$ 11,622,300
14	Division two	<u>5,168,500</u>
15	Total appropriation – court of appeals	\$ 16,790,800

16 Fund sources:

17	State general fund	\$ 16,790,800
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18 Of the 136.8 FTE positions for fiscal year 2022-2023, 98.3 FTE
 19 positions are for division one and 38.5 FTE positions are for division
 20 two.

21 Superior court

22	FTE positions	238.5
23	Operating lump sum appropriation	\$ 4,954,600
24	Judges' compensation	23,826,500
25	Centralized service payments	4,135,000
26	Adult standard probation	21,824,200
27	Adult intensive probation	12,892,100
28	Community punishment	2,310,300
29	Court-ordered removals	315,000
30	Interstate compact	503,300
31	Drug court	1,080,000
32	General adjudication personnel	
33	and support fund deposit	2,000,000
34	Juvenile standard probation	3,705,600
35	Juvenile intensive probation	5,969,300
36	Juvenile treatment services	20,697,900
37	Juvenile family counseling	500,000
38	Juvenile crime reduction	3,313,500
39	Juvenile diversion consequences	8,918,600
40	Probation incentive payments	1,000,000
41	Special water master	<u>497,200</u>
42	Total appropriation – superior court	\$118,443,100

43 Fund sources:

44	State general fund	\$106,467,500
45	Criminal justice enhancement fund	5,456,200

1 Drug treatment and education fund 504,200
2 Judicial collection enhancement
3 fund 6,015,200

4 Operating budget

5 All expenditures made by the administrative office of the courts to
6 administer superior court line items shall be funded only from the
7 superior court operating budget. Monies in superior court line items
8 intended for this purpose shall be transferred to the superior court
9 operating budget before expenditure.

10 Judges

11 Of the 238.5 FTE positions, 180 FTE positions represent superior
12 court judges. This FTE position clarification does not limit the
13 counties' ability to add judges pursuant to section 12-121, Arizona
14 Revised Statutes.

15 All monies in the judges' compensation line item shall be used to
16 pay for fifty percent of superior court judges' salaries, elected
17 officials' retirement plan costs and related state benefit costs for
18 judges pursuant to section 12-128, Arizona Revised Statutes. Monies in
19 the operating lump sum appropriation or other line items intended for this
20 purpose shall be transferred to the judges' compensation line item before
21 expenditure.

22 Probation

23 Monies appropriated to juvenile treatment services and juvenile
24 diversion consequences shall be deposited in the juvenile probation
25 services fund established by section 8-322, Arizona Revised Statutes.

26 Receipt of state probation monies by the counties is contingent on
27 the county maintenance of fiscal year 2019-2020 expenditure levels for
28 each probation program. State probation monies are not intended to
29 supplant county dollars for probation programs.

30 On or before November 1, 2022, the administrative office of the
31 courts shall report to the joint legislative budget committee and the
32 governor's office of strategic planning and budgeting the fiscal year
33 2021-2022 actual, fiscal year 2022-2023 estimated and fiscal year
34 2023-2024 requested amounts for each of the following:

35 1. On a county-by-county basis, the number of authorized and filled
36 case carrying probation positions and non-case carrying probation
37 positions, distinguishing between adult standard, adult intensive,
38 juvenile standard and juvenile intensive. The report shall indicate the
39 level of state probation funding, other state funding, county funding and
40 probation surcharge funding for those positions.

41 2. Total receipts and expenditures by county and fund source for
42 the adult standard, adult intensive, juvenile standard and juvenile
43 intensive probation line items, including the amount of personal services
44 spent from each revenue source of each account.

1 All centralized service payments made by the administrative office
 2 of the courts on behalf of counties shall be funded only from the
 3 centralized service payments line item. Centralized service payments
 4 include only training, motor vehicle payments, CORP review board funding,
 5 LEARN funding, research, operational reviews and GPS vendor payments.
 6 This footnote does not apply to treatment or counseling services payments
 7 made from the juvenile treatment services and juvenile diversion
 8 consequences line items. Monies in the operating lump sum appropriation
 9 or other line items intended for centralized service payments shall be
 10 transferred to the centralized service payments line item before
 11 expenditure.

12 All monies in the adult standard probation, adult intensive
 13 probation, community punishment, interstate compact, juvenile standard
 14 probation, juvenile intensive probation, juvenile treatment services,
 15 juvenile diversion consequences, juvenile crime reduction and probation
 16 incentive payments line items shall be used only as pass-through monies to
 17 county probation departments. Monies in the operating lump sum
 18 appropriation or other line items intended as pass-through for the purpose
 19 of administering a county probation program shall be transferred to the
 20 appropriate probation line item before expenditure.

21 On or before November 1, 2022, the administrative office of the
 22 courts shall submit a report to the joint legislative budget committee on
 23 the county-approved salary adjustments provided to probation officers
 24 since the last report on November 1, 2021. The administrative office
 25 shall also submit a copy of the report to the governor's office of
 26 strategic planning and budgeting. The report shall include, for each
 27 county, the:

- 28 1. Approved percentage salary increase by year.
- 29 2. Net increase in the amount allocated to each probation
 30 department by the administrative office of the courts for each applicable
 31 year.
- 32 3. Average number of probation officers by applicable year.
- 33 4. Average salary of probation officers for each applicable year.

34 Sec. 51. DEPARTMENT OF JUVENILE CORRECTIONS

	<u>2022-23</u>
35 FTE positions	738.5
36 Lump sum appropriation	\$ 45,618,500
37 Fund sources:	
38 State general fund	\$ 30,696,600
39 State charitable, penal and	
40 reformatory institutions	
41 land fund	4,044,100
42 Criminal justice enhancement fund	533,200
43 State education fund for committed	
44 youth	1,893,700
45	

1 Department of juvenile corrections
 2 local cost sharing fund 8,450,900
 3 Twenty-five percent of land earnings and interest from the state
 4 charitable, penal and reformatory institutions land fund shall be
 5 distributed to the department of juvenile corrections, in compliance with
 6 section 25 of the enabling act and the Constitution of Arizona, to be used
 7 to support state juvenile institutions and reformatories.

8 Sec. 52. STATE LAND DEPARTMENT

	<u>2022-23</u>
9	
10 FTE positions	129.7
11 Operating lump sum appropriation	\$ 16,033,800
12 Natural resource conservation	
13 districts	650,000
14 CAP user fees	1,796,300
15 Due diligence fund deposit	1,500,000
16 Due diligence program	5,000,000
17 Fire suppression	800,000
18 Streambed navigability litigation	<u>220,000</u>
19 Total appropriation – state land department	\$ 26,000,100
20 Fund sources:	
21 State general fund	\$ 13,411,400
22 Environmental special plate fund	260,600
23 Due diligence fund	5,000,000
24 Trust land management fund	7,328,100

25 The appropriation includes \$1,796,300 for CAP user fees in fiscal
 26 year 2022-2023. For fiscal year 2022-2023, from municipalities that
 27 assume their allocation of central Arizona project water for every dollar
 28 received as reimbursement to this state for past central Arizona water
 29 conservation district payments, \$1 reverts to the state general fund in
 30 the year that the reimbursement is collected.

31 The amount appropriated for CAP user fees is based on the
 32 provisional rate of \$56 per acre-foot for 2023. If the actual rate for
 33 2023 is less than \$56 per acre-foot, the state land department shall
 34 revert the savings between the provisional rate of \$56 per acre-foot and
 35 the actual rate per acre-foot to the state general fund on or before
 36 August 1, 2022. The state land department shall report the actual rate to
 37 the joint legislative budget committee staff and the governor's office of
 38 strategic planning and budgeting within five days after the actual rate is
 39 set.

40 Of the amount appropriated for natural resource conservation
 41 districts in fiscal year 2022-2023, \$30,000 shall be used to provide
 42 grants to natural resource conservation districts environmental education
 43 centers.

1	Sec. 53. LEGISLATURE	
2		<u>2022-23</u>
3	<u>Senate</u>	
4	Lump sum appropriation	\$ 12,969,100*
5	Fund sources:	
6	State general fund	\$ 12,969,100
7	Included in the lump sum appropriation of \$12,969,100 for fiscal	
8	year 2022-2023 is \$1,000 for the purchase of mementos and items for	
9	visiting officials.	
10	<u>House of representatives</u>	
11	Lump sum appropriation	\$ 16,429,300*
12	Fund sources:	
13	State general fund	\$ 16,429,300
14	Included in the lump sum appropriation of \$16,429,300 for fiscal	
15	year 2022-2023 is \$1,000 for the purchase of mementos and items for	
16	visiting officials.	
17	<u>Legislative council</u>	
18	FTE positions	66.0
19	Operating lump sum appropriation	\$ 7,975,000
20	Ombudsman-citizens aide office	<u>1,115,400</u>
21	Total appropriation – legislative	
22	council	\$ 9,090,400*
23	Fund sources:	
24	State general fund	\$ 9,090,400
25	Dues for the council of state governments may be expended only on an	
26	affirmative vote of the legislative council.	
27	The legislature intends that the ombudsman-citizens aide prioritize	
28	investigating and processing complaints relating to the department of	
29	child safety.	
30	<u>Joint legislative budget committee</u>	
31	FTE positions	29.0
32	Lump sum appropriation	\$ 2,841,900*
33	Fund sources:	
34	State general fund	\$ 2,841,900
35	<u>Auditor general</u>	
36	FTE positions	200.8
37	Lump sum appropriation	\$ 20,508,500*
38	Fund sources:	
39	State general fund	\$ 20,508,500
40	Sec. 54. DEPARTMENT OF LIQUOR LICENSES AND CONTROL	
41		<u>2022-23</u>
42	FTE positions	51.2
43	Lump sum appropriation	\$ 4,256,300
44	Fund sources:	
45	Liquor licenses fund	\$ 4,256,300

1	Sec. 55. ARIZONA STATE LOTTERY COMMISSION	
2		<u>2022-23</u>
3	FTE positions	98.8
4	Operating lump sum appropriation	\$ 9,377,900
5	Advertising	<u>15,500,000</u>
6	Total appropriation – Arizona state	
7	lottery commission	\$ 24,877,900
8	Fund sources:	
9	State lottery fund	\$ 24,877,900
10	An amount equal to twenty percent of tab ticket sales is	
11	appropriated to pay sales commissions to charitable organizations. This	
12	amount is currently estimated to be \$1,560,000 in fiscal year 2022-2023.	
13	An amount equal to 3.6 percent of actual instant ticket sales is	
14	appropriated to print instant tickets or to pay contractual obligations	
15	concerning instant ticket distribution. This amount is currently	
16	estimated to be \$38,638,200 in fiscal year 2022-2023.	
17	An amount equal to a percentage of actual online game sales as	
18	determined by contract is appropriated to pay online vendor fees. This	
19	amount is currently estimated to be \$12,659,000, or 4.256 percent of	
20	actual online ticket sales, in fiscal year 2022-2023.	
21	An amount equal to 6.5 percent of gross lottery game sales, minus	
22	charitable tab tickets, is appropriated to pay sales commissions to ticket	
23	retailers. An additional amount not to exceed 0.5 percent of gross	
24	lottery game sales is appropriated to pay sales commissions to ticket	
25	retailers. The combined amount is currently estimated to be 6.7 percent	
26	of total ticket sales, or \$91,916,500, in fiscal year 2022-2023.	
27	Sec. 56. BOARD OF MASSAGE THERAPY	
28		<u>2022-23</u>
29	FTE positions	5.0
30	Lump sum appropriation	\$ 473,700
31	Fund sources:	
32	Board of massage therapy fund	\$ 473,700
33	Sec. 57. ARIZONA MEDICAL BOARD	
34		<u>2022-23</u>
35	FTE positions	61.5
36	Operating lump sum appropriation	\$ 7,341,500
37	Employee performance incentive	
38	program	<u>165,600</u>
39	Total appropriation – Arizona medical	
40	board	\$ 7,507,100
41	Fund sources:	
42	Arizona medical board fund	\$ 7,507,100

1	Sec. 58. STATE MINE INSPECTOR	
2		<u>2022-23</u>
3	FTE positions	16.0
4	Operating lump sum appropriation	\$ 1,294,600
5	Abandoned mines	194,700
6	Aggregate mining land reclamation	<u>181,800</u>
7	Total appropriation – state mine inspector	\$ 1,671,100
8	Fund sources:	
9	State general fund	\$ 1,558,200
10	Aggregate mining reclamation fund	112,900
11	All aggregate mining reclamation fund monies received by the state	
12	mine inspector in excess of \$112,900 in fiscal year 2022-2023 are	
13	appropriated to the aggregate mining land reclamation line item. Before	
14	spending any aggregate mining reclamation fund monies in excess of	
15	\$112,900 in fiscal year 2022-2023, the state mine inspector shall report	
16	the intended use of the monies to the joint legislative budget committee	
17	and the governor's office of strategic planning and budgeting.	
18	Sec. 59. NATUROPATHIC PHYSICIANS MEDICAL BOARD	
19		<u>2022-23</u>
20	FTE positions	2.0
21	Lump sum appropriation	\$ 193,200
22	Fund sources:	
23	Naturopathic physicians medical	
24	board fund	\$ 193,200
25	Sec. 60. ARIZONA NAVIGABLE STREAM ADJUDICATION COMMISSION	
26		<u>2022-23</u>
27	FTE positions	2.0
28	Lump sum appropriation	\$ 329,300
29	Fund sources:	
30	State general fund	\$ 129,300
31	Arizona water banking fund	200,000
32	Sec. 61. ARIZONA STATE BOARD OF NURSING	
33		<u>2022-23</u>
34	FTE positions	52.0
35	Operating lump sum appropriation	\$ 4,722,400
36	Certified nursing assistant	
37	credentialing program	<u>538,400</u>
38	Total appropriation – Arizona state	
39	board of nursing	\$ 5,260,800
40	Fund sources:	
41	Board of nursing fund	\$ 5,260,800

1	Sec. 62.	BOARD OF EXAMINERS OF NURSING CARE INSTITUTION ADMINISTRATORS	
2		AND ASSISTED LIVING FACILITY MANAGERS	
3			<u>2022-23</u>
4		FTE positions	7.0
5		Lump sum appropriation	\$ 526,100
6		Fund sources:	
7		Nursing care institution	
8		administrators' licensing and	
9		assisted living facility	
10		managers' certification fund	\$ 526,100
11	Sec. 63.	BOARD OF OCCUPATIONAL THERAPY EXAMINERS	
12			<u>2022-23</u>
13		FTE positions	1.5
14		Lump sum appropriation	\$ 199,900
15		Fund sources:	
16		Occupational therapy fund	\$ 199,900
17	Sec. 64.	STATE BOARD OF DISPENSING OPTICIANS	
18			<u>2022-23</u>
19		FTE positions	1.0
20		Lump sum appropriation	\$ 162,600
21		Fund sources:	
22		Board of dispensing opticians fund	\$ 162,600
23	Sec. 65.	STATE BOARD OF OPTOMETRY	
24			<u>2022-23</u>
25		FTE positions	2.0
26		Lump sum appropriation	\$ 241,900
27		Fund sources:	
28		Board of optometry fund	\$ 241,900
29	Sec. 66.	ARIZONA BOARD OF OSTEOPATHIC EXAMINERS IN MEDICINE AND SURGERY	
30			<u>2022-23</u>
31		FTE positions	9.0
32		Lump sum appropriation	\$ 1,067,600
33		Fund sources:	
34		Arizona board of osteopathic	
35		examiners in medicine	
36		and surgery fund	\$ 1,067,600
37	Sec. 67.	ARIZONA STATE PARKS BOARD	
38			<u>2022-23</u>
39		FTE positions	163.0
40		Operating lump sum appropriation	\$ 15,644,600
41		State parks store	1,000,000
42		State lake improvement fund deposit	4,000,000
43		Kartchner caverns state park	<u>1,300,500</u>
44	Total appropriation – Arizona state parks		
45	board		\$ 21,945,100

1 Fund sources:

2 State general fund \$ 4,000,000

3 State parks revenue fund 16,928,400

4 State parks store fund 1,000,000

5 Off-highway vehicle recreation fund 16,700

6 In addition to the operating lump sum appropriation, an amount equal

7 to the revenue share agreement with the United States forest service for

8 Fool Hollow Lake recreation area is appropriated to the Arizona state

9 parks board from the state parks revenue fund established by section

10 41-511.21, Arizona Revised Statutes.

11 Sec. 68. STATE PERSONNEL BOARD

12 2022-23

13 FTE positions 2.0

14 Lump sum appropriation \$ 326,400

15 Fund sources:

16 Personnel division fund –

17 personnel board subaccount \$ 326,400

18 Sec. 69. ARIZONA STATE BOARD OF PHARMACY

19 2022-23

20 FTE positions 25.4

21 Operating lump sum appropriation \$ 3,033,900

22 Prescriber report card 50,000

23 Total appropriation – Arizona state

24 board of pharmacy \$ 3,083,900

25 Fund sources:

26 Arizona state board of pharmacy

27 fund \$ 3,083,900

28 Sec. 70. BOARD OF PHYSICAL THERAPY

29 2022-23

30 FTE positions 4.0

31 Lump sum appropriation \$ 504,100

32 Fund sources:

33 Board of physical therapy fund \$ 504,100

34 Sec. 71. ARIZONA PIONEERS' HOME

35 2022-23

36 FTE positions 106.3

37 Lump sum appropriation \$ 7,043,200

38 Fund sources:

39 Miners' hospital for miners with

40 disabilities land fund \$ 2,074,100

41 State charitable fund 4,969,100

42 Earnings on state lands and interest on the investment of the

43 permanent land funds are appropriated for the Arizona pioneers' home and

44 the state hospital for miners with disabilities in compliance with the

45 enabling act and the Constitution of Arizona.

1	Sec. 72. STATE BOARD OF PODIATRY EXAMINERS	
2		<u>2022-23</u>
3	FTE positions	1.0
4	Lump sum appropriation	\$ 168,200
5	Fund sources:	
6	Podiatry fund	\$ 168,200
7	Sec. 73. STATE BOARD FOR PRIVATE POSTSECONDARY EDUCATION	
8		<u>2022-23</u>
9	FTE positions	4.0
10	Lump sum appropriation	\$ 413,500
11	Fund sources:	
12	Board for private postsecondary	
13	education fund	\$ 413,500
14	Sec. 74. STATE BOARD OF PSYCHOLOGIST EXAMINERS	
15		<u>2022-23</u>
16	FTE positions	4.5
17	Lump sum appropriation	\$ 550,800
18	Fund sources:	
19	Board of psychologist examiners	
20	fund	\$ 550,800
21	Sec. 75. DEPARTMENT OF PUBLIC SAFETY	
22		<u>2022-23</u>
23	FTE positions	2,043.7
24	Operating lump sum appropriation	\$312,778,500
25	ACTIC	1,450,000
26	Border strike task force ongoing	9,028,800
27	Border strike task force	
28	local support	1,261,700
29	Civil air patrol	150,000
30	GIITEM	28,311,100
31	GIITEM subaccount	2,396,400
32	Motor vehicle fuel	5,454,600
33	Pharmaceutical diversion and	
34	drug theft task force	693,800
35	Public safety equipment	<u>2,890,000</u>
36	Total appropriation – department of public	
37	safety	\$364,414,900
38	Fund sources:	
39	State general fund	\$287,300,400
40	State highway fund	8,167,000
41	Arizona highway patrol fund	27,004,300
42	Criminal justice enhancement fund	2,931,500
43	Department of public safety	
44	forensics fund	22,528,600

1	Gang and immigration intelligence	
2	team enforcement mission border	
3	security and law enforcement	
4	subaccount	2,396,400
5	Motorcycle safety fund	198,900
6	Motor vehicle liability insurance	
7	enforcement fund	1,254,100
8	Risk management revolving fund	1,351,000
9	Parity compensation fund	4,000,300
10	Public safety equipment fund	2,894,000
11	Concealed weapons permit fund	2,807,300
12	Fingerprint clearance card fund	1,581,100

13 Of the \$28,311,100 appropriated to the GIITEM line item, \$16,257,200
14 shall be used for one hundred department of public safety GIITEM
15 personnel. The additional staff shall include at least fifty sworn
16 department of public safety positions to be used for immigration
17 enforcement and border security and fifty department of public safety
18 positions to assist GIITEM in various efforts, including:

19 1. Strictly enforcing all federal laws relating to illegal aliens
20 and arresting illegal aliens.

21 2. Responding to or assisting any county sheriff or attorney in
22 investigating complaints of employment of illegal aliens.

23 3. Enforcing Arizona's law known as the Legal Arizona Workers Act,
24 strictly enforcing Arizona's SB 1070, Arizona's "Support Our Law
25 Enforcement and Safe Neighborhoods Act" and investigating crimes of
26 identity theft in the context of hiring illegal aliens and the unlawful
27 entry into this country.

28 4. Taking strict enforcement action.

29 Any change in the GIITEM mission or allocation of monies shall be
30 approved by the joint legislative budget committee. The department shall
31 submit an expenditure plan to the joint legislative budget committee for
32 review before expending any monies not identified in the department's
33 previous expenditure plans.

34 Of the \$28,311,100 appropriated to the GIITEM line item, only
35 \$1,403,400 is deposited in the GIITEM fund established by section 41-1724,
36 Arizona Revised Statutes, and is appropriated for the purposes of that
37 section. The \$1,403,400 is exempt from the provisions of section 35-190,
38 Arizona Revised Statutes, relating to lapsing of appropriations. This
39 state recognizes that states have inherent authority to arrest a person
40 for any immigration violation.

41 Any monies remaining in the department of public safety joint
42 account on June 30, 2023 revert to the funds from which they were
43 appropriated. The reverted monies shall be returned in direct proportion
44 to the amounts appropriated.

1 On or before September 1, 2022, the department of public safety
 2 shall submit an expenditure plan for the border strike task force local
 3 support line item to the joint legislature budget committee and the
 4 governor's office of strategic planning and budgeting.

5 Of the \$1,261,700 appropriated for the border strike task force
 6 local support line item, \$761,700 shall be used to fund local law
 7 enforcement officer positions within the border strike task force. Any
 8 city, town, county or other entity that enters into an agreement with the
 9 department to participate in the border strike task force shall provide at
 10 least twenty-five percent of the cost of the services, and the department
 11 shall provide not more than seventy-five percent of personal services and
 12 employee-related expenditures for each agreement or contract. The
 13 department may fund all capital-related equipment.

14 Of the \$1,261,700 appropriated for the border strike task force
 15 local support line item, \$500,000 shall be used for grants to cities,
 16 towns or counties for costs associated with prosecuting and imprisoning
 17 individuals charged with drug trafficking, human smuggling, illegal
 18 immigration and other border-related crimes.

19 Sec. 76. STATE REAL ESTATE DEPARTMENT

	<u>2022-23</u>
21 FTE positions	37.0
22 Lump sum appropriation	\$ 2,922,100
23 Fund sources:	
24 State general fund	\$ 2,922,100

25 Sec. 77. RESIDENTIAL UTILITY CONSUMER OFFICE

	<u>2022-23</u>
27 FTE positions	11.0
28 Operating lump sum appropriation	\$ 1,207,200
29 Professional witnesses	<u>145,000*</u>
30 Total appropriation – residential utility 31 consumer office	\$ 1,352,200
32 Fund sources:	
33 Residential utility consumer 34 office revolving fund	\$ 1,352,200

35 Sec. 78. BOARD OF RESPIRATORY CARE EXAMINERS

	<u>2022-23</u>
37 FTE positions	4.0
38 Lump sum appropriation	\$ 324,100
39 Fund sources:	
40 Board of respiratory care 41 examiners fund	\$ 324,100

42 Sec. 79. ARIZONA STATE RETIREMENT SYSTEM

	<u>2022-23</u>
44 FTE positions	240.9
45 Lump sum appropriation	\$25,048,400

1	Fund sources:	
2	Arizona state retirement system	
3	administration account	\$23,248,400
4	Long-term disability trust fund	
5	administration account	1,800,000
6	Sec. 80. DEPARTMENT OF REVENUE	
7		<u>2022-23</u>
8	FTE positions	880.8
9	Operating lump sum appropriation	\$66,213,000
10	BRITS operational support	7,567,500
11	E-commerce compliance and outreach	854,900
12	Unclaimed property administration	
13	and audit	1,467,800
14	TPT simplification	984,100
15	Tax fraud prevention	<u>3,150,000</u>
16	Total appropriation – department of revenue	\$80,237,300
17	Fund sources:	
18	State general fund	\$53,076,100
19	Department of revenue	
20	administrative fund	25,669,800
21	Liability setoff program	
22	revolving fund	806,900
23	Tobacco tax and health care fund	684,500

24 If the total value of properties retained by unclaimed property
 25 contract auditors exceeds \$1,467,800, the excess amount is transferred
 26 from the state general fund to the department of revenue administrative
 27 fund established by section 42-1116.01, Arizona Revised Statutes, and is
 28 appropriated to the department for contract auditor fees.

29 The department shall report the department's general fund revenue
 30 enforcement goals for fiscal year 2022-2023 to the joint legislative
 31 budget committee on or before September 30, 2022. On or before September
 32 30, 2023, the department shall provide an annual progress report to the
 33 joint legislative budget committee as to the effectiveness of the
 34 department's overall enforcement and collections program for fiscal year
 35 2022-2023. The reports shall compare projected and actual state general
 36 fund, total state tax, total county tax and total municipal tax revenue
 37 enforcement collections for fiscal year 2021-2022 and fiscal year
 38 2022-2023, including the amount of projected and actual enforcement
 39 collections for all tax types. The reports shall also include the total
 40 number of transaction privilege tax delinquent accounts, the total dollar
 41 value of those accounts classified by age of account and the total dollar
 42 amount of delinquent account write-offs determined to be uncollectible for
 43 fiscal year 2021-2022.

1 The department may not transfer any monies to or from the tax fraud
 2 prevention line item without prior review by the joint legislative budget
 3 committee.

4 The operating lump sum appropriation includes \$2,000,000 and 25 FTE
 5 positions for additional audit and collections staff.

6 On or before November 1, 2022, the department shall report the
 7 results of private fraud prevention investigation services during fiscal
 8 year 2021-2022 to the joint legislative budget committee. The report
 9 shall include the total number of fraudulent returns prevented and the
 10 total dollar amount of fraudulent returns prevented during fiscal year
 11 2021-2022.

12 Sec. 81. DEPARTMENT OF STATE – SECRETARY OF STATE

	<u>2022-23</u>
13 FTE positions	143.1
14 Operating lump sum appropriation	\$13,347,100
15 Access voter information database	483,500
16 Election services	4,000,000
17 Library grants-in-aid	651,400*
18 Statewide radio reading service	
19 for the blind	97,000
20 Uniform state laws commission	<u>99,000</u>
21 Total appropriation – department of	
22 state – secretary of state	\$18,678,000
23 Fund sources:	
24 State general fund	\$16,907,700
25 Election systems improvement fund	483,500
26 Records services fund	1,286,800

27 Included in the operating lump sum appropriation of \$13,347,100 for
 28 fiscal year 2022-2023 is \$5,000 for the purchase of mementos and items for
 29 visiting officials.

30 Included in the operating lump sum appropriation of \$13,347,100 for
 31 fiscal year 2022-2023 is \$1,286,800 from the records services fund. This
 32 appropriation may be used for the payment of obligations incurred in
 33 fiscal year 2021-2022.

34 The secretary of state may hire one full-time equivalent position to
 35 serve as legal advisor and to represent the secretary of state, but the
 36 secretary of state may not make expenditures or incur indebtedness to
 37 employ outside or private attorneys to provide representation or services.

38 Before transferring any monies in or out of the election services
 39 line item, the secretary of state shall submit a report for review by the
 40 joint legislative budget committee.

41 Monies in the access voter information database line item may be
 42 used only for the exclusive purpose of developing and administering the
 43 statewide database of voter registration information required by section
 44

1 16-168, Arizona Revised Statutes. The secretary of state may not transfer
 2 any monies in or out of the access voter information database line item.

3 Sec. 82. STATE BOARD OF TAX APPEALS

4		<u>2022-23</u>
5	FTE positions	4.0
6	Lump sum appropriation	\$ 283,300
7	Fund sources:	
8	State general fund	\$ 283,300

9 Sec. 83. STATE BOARD OF TECHNICAL REGISTRATION

10		<u>2022-23</u>
11	FTE positions	25.0
12	Lump sum appropriation	\$ 2,207,700
13	Fund sources:	
14	Technical registration fund	\$ 2,207,700

15 Sec. 84. OFFICE OF TOURISM

16		<u>2022-23</u>
17	FTE positions	28.0
18	Tourism fund deposit	\$ 7,131,500
19	Arizona promotion	1,000,000
20	Wine promotion	<u>100,000</u>
21	Total appropriation – office of tourism	\$ 8,231,500
22	Fund sources:	
23	State general fund	\$ 8,231,500

24 Sec. 85. DEPARTMENT OF TRANSPORTATION

25		<u>2022-23</u>
26	FTE positions	4,554.0
27	Operating lump sum appropriation	\$213,772,100
28	Attorney general legal services	3,623,700
29	Highway maintenance	150,220,100
30	Vehicles and heavy equipment	
31	maintenance	19,285,200
32	State fleet operations	13,767,700
33	State fleet vehicle replacement	4,500,000
34	Driver safety and livestock control	800,000
35	Vehicle and heavy equipment	
36	replacement	15,300,000
37	Highway damage recovery account	8,000,000
38	Preventive surface treatments	36,142,000
39	Authorized third parties	<u>2,104,400</u>
40	Total appropriation – department of	
41	transportation	\$467,515,200
42	Fund sources:	
43	Air quality fund	\$ 324,500
44	Arizona highway user revenue fund	701,600
45	Highway damage recovery account	8,000,000

1	Ignition interlock device fund	351,100
2	Motor vehicle liability	
3	insurance enforcement fund	1,772,200
4	State fleet operations fund	13,767,700
5	State vehicle replacement fund	4,500,000
6	State aviation fund	2,014,200
7	State highway fund	414,704,100
8	Transportation department	
9	equipment fund	19,285,200
10	Vehicle inspection and certificate	
11	of title enforcement fund	2,094,600

12 Motor vehicle division

13 The department shall submit an annual report to the joint
 14 legislative budget committee on progress in improving motor vehicle
 15 division wait times and vehicle registration renewal by mail turnaround
 16 times in a format similar to prior years. The report is due on or before
 17 July 31, 2023 for fiscal year 2022-2023.

18 On or before February 1, 2023, the Arizona strategic enterprise
 19 technology office shall submit, on behalf of the department of
 20 transportation, an annual progress report to the joint legislative budget
 21 committee staff. The annual report shall provide updated plans for
 22 spending the department-dedicated portion of the authorized third-party
 23 electronic service partner's fee retention on the motor vehicle
 24 modernization project in fiscal year 2022-2023, including any amounts for
 25 stabilization, maintenance, ongoing operations, support and enhancements
 26 for the motor vehicle modernization solution, maintenance of legacy
 27 mainframe processing and support capability, and other system projects
 28 outside the scope of the motor vehicle modernization project.

29 On or before August 1, 2022, the department shall report to the
 30 director of the joint legislative budget committee the state's share of
 31 fees retained by the service Arizona vendor in the prior fiscal year. The
 32 report shall include the amount spent by the service Arizona vendor on
 33 behalf of this state in the prior fiscal year and a list of the projects
 34 funded with those monies.

35 Other

36 Of the total amount appropriated, \$150,220,100 in fiscal year
 37 2022-2023 for highway maintenance is exempt from the provisions of section
 38 35-190, Arizona Revised Statutes, relating to lapsing of appropriations,
 39 except that all unexpended and unencumbered monies of the appropriation
 40 revert to the state highway fund established by section 28-6991, Arizona
 41 Revised Statutes, on August 31, 2023.

42 The amount appropriated to the preventive surface treatments line
 43 item is exempt from the provisions of section 35-190, Arizona Revised
 44 Statutes, relating to lapsing of appropriations, except that all
 45 unexpended and unencumbered monies of the appropriation revert to the

1 state highway fund established by section 28-6991, Arizona Revised
 2 Statutes, on August 31, 2023.

3 Of the total amount appropriated, the department of transportation
 4 shall pay \$15,981,300 in fiscal year 2022-2023 from all funds to the
 5 department of administration for its risk management payment.

6 All expenditures made by the department of transportation for
 7 attorney general legal services shall be funded only from the attorney
 8 general legal services line item. Monies in the operating lump sum
 9 appropriation or other line items intended for this purpose shall be
 10 transferred to the attorney general legal services line item before
 11 expenditure.

12 In accordance with section 35-142.01, Arizona Revised Statutes,
 13 reimbursements for monies expended from the highway maintenance line item
 14 may not be credited to the account out of which the expenditure was
 15 incurred. The department shall deposit all reimbursements for monies
 16 expended from the highway maintenance line item in the highway damage
 17 recovery account established by section 28-6994, Arizona Revised Statutes.

18 Expenditures made by the department of transportation for vehicle
 19 and heavy equipment replacement shall be funded only from the vehicle and
 20 heavy equipment replacement line item. Monies in the operating lump sum
 21 appropriation or other line items intended for this purpose shall be
 22 transferred to the vehicle and heavy equipment replacement line item
 23 before expenditure.

24 Sec. 86. STATE TREASURER

25		<u>2022-23</u>
26	FTE positions	35.4
27	Operating lump sum appropriation	\$ 3,888,800
28	Justice of the peace salaries	1,205,100
29	Law enforcement/boating safety	
30	fund grants	<u>2,183,800</u>
31	Total appropriation – state treasurer	\$ 7,277,700
32	Fund sources:	
33	State general fund	\$ 1,510,200
34	Law enforcement and boating	
35	safety fund	2,183,800
36	State treasurer's operating fund	3,583,700

37 On or before June 30, 2023, the state treasurer shall report to the
 38 joint legislative budget committee staff on the state treasurer's current
 39 fiscal year and estimated next fiscal year expenditures of interest
 40 earnings spent pursuant to sections 35-315 and 35-318, Arizona Revised
 41 Statutes, for the state treasurer's banking service contract, external
 42 investment management agreement, administrative and information technology
 43 costs and any other costs.

1	Sec. 87. GOVERNOR'S OFFICE ON TRIBAL RELATIONS	
2		<u>2022-23</u>
3	FTE positions	3.0
4	Lump sum appropriation	\$ 63,500
5	Fund sources:	
6	State general fund	\$ 63,500
7	Sec. 88. ARIZONA BOARD OF REGENTS	
8		<u>2022-23</u>
9	FTE positions	30.9
10	Operating lump sum appropriation	\$ 2,455,400
11	Adaptive athletics	160,000
12	Arizona promise program	7,500,000
13	Arizona teachers academy	15,000,000
14	Arizona teachers incentive program	90,000
15	Arizona teacher student loan program	426,000
16	Arizona transfer articulation	
17	support system	213,700
18	Leveraging educational assistance	
19	partnership program	1,220,800
20	Washington, D.C. internships	300,000
21	Western interstate commission	
22	office	153,000
23	WICHE student subsidies	<u>4,078,000</u>
24	Total appropriation – Arizona board of	
25	regents	\$ 31,596,900
26	Fund sources:	
27	State general fund	\$ 31,596,900

28 The Arizona board of regents shall distribute monies appropriated
29 for the adaptive athletics line item to each university under the
30 jurisdiction of the board to maintain and operate an intercollegiate
31 adaptive athletics program that provides opportunities for competitive
32 wheelchair and adaptive sports to students and community members with
33 disabilities. The monies may be spent only when the university collects
34 matching monies of gifts, grants and donations for the intercollegiate
35 adaptive athletics program from sources other than this state.
36 Universities may spend the monies only on scholarships, equipment,
37 uniforms, travel expenses and tournament fees for participants in the
38 intercollegiate adaptive athletics program. The monies may not be used
39 for administrative costs, personal services or employee-related
40 expenditures.

41 In order to be eligible to receive state matching monies under the
42 leveraging educational assistance partnership program for grants to
43 students, each participating institution, public or private, shall provide
44 an amount of institutional matching monies that equals the amount of
45 monies provided by this state to the institution for the leveraging

1 educational assistance partnership program. Administrative expenses
2 incurred by the Arizona board of regents shall be paid from institutional
3 matching monies and may not exceed twelve percent of the monies
4 appropriated in fiscal year 2022-2023.

5 The Arizona board of regents shall distribute monies appropriated
6 for Washington, D.C. internships in equal amounts to each of the three
7 universities under the jurisdiction of the board to provide full-time
8 students with student internships in Washington, D.C. in partnership with
9 a third-party organization. The Arizona board of regents shall reallocate
10 any monies that are unspent on March 15, 2023 and shall make the monies
11 available to any full-time student enrolled at a university under the
12 jurisdiction of the board to provide student internships in
13 Washington, D.C. The third-party organization must meet the following
14 requirements:

15 1. Have partnerships with Washington, D.C.-based organizations to
16 provide full-time, semester-long student internships.

17 2. Provide at least one academic course and a full-time internship
18 schedule Monday through Thursday each week throughout the duration of
19 student internships.

20 3. Have the ability to place as many students in internships as
21 needed by the universities.

22 4. Have experience placing students in internships for at least ten
23 consecutive years.

24 5. Have dedicated staff to ensure that student interns have access
25 to internships in their areas of interest.

26 6. Have fully furnished housing available for student interns.

27 Within ten days after the acceptance of the universities' semiannual
28 all funds budget reports, the Arizona board of regents shall submit a
29 current year expenditure plan to the joint legislative budget committee
30 for review. The expenditure plan shall include the use of all projected
31 tuition and fee revenues by expenditure category, including operating
32 expenses, plant fund, debt service and financial aid. The plan shall
33 include the amount by which each expenditure category is projected to
34 increase over the prior year and shall provide as much detail as the
35 university budget requests. The plan shall include the total revenue and
36 expenditure amounts from all tuition and student fee revenues, including
37 base tuition, differential tuition, program fees, course fees, summer
38 session fees and other miscellaneous and mandatory student fee revenues.

39 When determining any statewide adjustments, the joint legislative
40 budget committee staff shall use the overall allocation of state general
41 fund and appropriated tuition monies for each university in determining
42 that university's specific adjustment.

1 Sec. 89. ARIZONA STATE UNIVERSITY

2		<u>2022-23</u>
3	FTE positions	8,171.0
4	Operating lump sum appropriation	\$817,375,000
5	Biomedical informatics	3,723,500
6	School of civic and economic	
7	thought and leadership	3,014,200
8	Arizona financial aid trust	5,985,800
9	Downtown Phoenix campus	<u>104,815,500</u>
10	Total appropriation – Arizona state	
11	university	\$934,914,000
12	Fund sources:	
13	State general fund	\$337,195,200
14	University collections fund	597,718,800

15 The state general fund appropriation may not be used for alumni
16 association funding.

17 The increased state general fund appropriation from Laws 2014,
18 chapter 18 may not be used for medical marijuana research.

19 Other than scholarships awarded through the Arizona financial aid
20 trust, the appropriated monies may not be used for scholarships or any
21 student newspaper.

22 The appropriated monies may not be used by the Arizona state
23 university college of law legal clinic for any lawsuits involving inmates
24 of the state department of corrections in which this state is the adverse
25 party.

26 The appropriated amount for the school of civic and economic thought
27 and leadership line item shall be used to operate a single stand-alone
28 academic entity within Arizona state university. The appropriated amount
29 may not supplant any existing state funding or private or external
30 donations to the existing centers or to the school. The appropriated
31 monies and all private and external donations to the school, including any
32 remaining balances from prior fiscal years, shall be deposited in a
33 separate account, shall be used only for the direct operation of the
34 school and may not be used for indirect costs of the university. On or
35 before October 1, 2022, the school shall submit a report to the president
36 of the senate, the speaker of the house of representatives, the
37 chairpersons of the senate education committee and the house of
38 representatives education committee and the director of the joint
39 legislative budget committee that includes at least the following
40 information for the school:

- 41 1. The total amount of funding received from all sources.
- 42 2. A description of faculty positions and courses offered.
- 43 3. The total undergraduate and graduate student enrollment.
- 44 4. Significant community events, initiatives or publications.

1 The chairpersons of the senate education committee and the house of
 2 representatives education committee may request the director of the school
 3 to appear before the committees to report on the school's annual
 4 achievements.

5 Any unencumbered balances remaining in the university collections
 6 fund on June 30, 2022 and all collections received by the university
 7 during the fiscal year are appropriated for operating expenditures,
 8 capital outlay and fixed charges. Earnings on state lands and interest on
 9 the investment of the permanent land funds are appropriated in compliance
 10 with the enabling act and the Constitution of Arizona. No part of this
 11 appropriation may be spent for supplemental life insurance or supplemental
 12 retirement.

13 Sec. 90. NORTHERN ARIZONA UNIVERSITY

	<u>2022-23</u>
14	
15	2,619.3
16	\$241,194,400
17	1,326,000
18	3,000,000
19	500,300
20	3,075,600
21	<u>2,292,700</u>
22	
23	\$251,389,000
24	
25	\$116,405,700
26	134,983,300

27 The state general fund appropriation may not be used for alumni
 28 association funding.

29 The increased state general fund appropriation from Laws 2014,
 30 chapter 18 may not be used for medical marijuana research.

31 Other than scholarships awarded through the Arizona financial aid
 32 trust, the appropriated monies may not be used for scholarships or any
 33 student newspaper.

34 The appropriated amount for the teacher training line item shall be
 35 distributed to the Arizona K-12 center for program implementation and
 36 mentor training for the Arizona mentor teacher program prescribed by the
 37 state board of education.

38 Any unencumbered balances remaining in the university collections
 39 fund on June 30, 2022 and all collections received by the university
 40 during the fiscal year are appropriated for operating expenditures,
 41 capital outlay and fixed charges. Earnings on state lands and interest on
 42 the investment of the permanent land funds are appropriated in compliance
 43 with the enabling act and the Constitution of Arizona. No part of this
 44 appropriation may be spent for supplemental life insurance or supplemental
 45 retirement.

1 The biomedical research funding shall be distributed to a nonprofit
2 medical research foundation in this state that collaborates with
3 universities, hospitals and biotechnology and health research centers. A
4 nonprofit foundation that receives monies shall submit an expenditure and
5 performance report to Northern Arizona university. The university shall
6 transmit the report to the joint legislative budget committee and the
7 director of the governor's office of strategic planning and budgeting on
8 or before February 1, 2023. The report must include at least the
9 following:

10 1. The type and amount of expenditures from all state sources of
11 monies, including the amount leveraged for local, state, federal and
12 private grants.

13 2. A description of each grant received as well as the percentage
14 and locations of positions funded solely or partly by state monies and the
15 nonprofit foundation's projects with which those positions are associated.

16 3. Performance measures, including:

17 (a) Outcomes that are specifically related to the use of state
18 monies.

19 (b) Progress that has been made toward achieving each outcome,
20 including activities, resources and other evidence of the progress.

21 (c) Reportable inventions or discoveries related to each outcome.

22 (d) Publications, presentations and narratives related to each
23 outcome and how the expenditures from all state sources of monies that the
24 nonprofit foundation received have benefited this state.

25 The appropriated amount for the economic policy institute line item
26 may not supplant any existing state funding or private or external
27 donations to the institute or to the university. The appropriated monies
28 and all private and external donations to the institute, including any
29 remaining balances from prior fiscal years, shall be deposited in a
30 separate account, shall be used only for the direct operation of the
31 institute and may not be used for indirect costs of the university. On or
32 before October 1, 2022, the institute shall submit to the president of the
33 senate, the speaker of the house of representatives, the chairpersons of
34 the senate education committee and the house of representatives education
35 committee and the director of the joint legislative budget committee a
36 report that includes at least the following information for the institute:

37 1. The total amount of funding received from all sources.

38 2. A description of the faculty positions and courses offered.

39 3. The total undergraduate and graduate student participation.

40 4. Significant community events, initiatives or publications.

41 The chairpersons of the senate education committee and the house of
42 representatives education committee may request the director of the
43 institute to appear before the committees to report on the institute's
44 annual achievements.

1	Sec. 91. UNIVERSITY OF ARIZONA	
2		<u>2022-23</u>
3	<u>Main campus</u>	
4	FTE positions	5,975.5
5	Operating lump sum appropriation	\$445,399,000
6	Agriculture	37,317,700
7	Arizona cooperative extension	15,077,000
8	Arizona financial aid trust	2,729,400
9	Arizona geological survey	1,148,500
10	Center for the philosophy	
11	of freedom	2,513,700
12	Mining, mineral and natural	
13	resources educational museum	428,800
14	Natural resource users law and	
15	policy center	500,000
16	School of mining	4,000,000
17	Sierra Vista campus	<u>6,277,200</u>
18	Total – main campus	\$515,391,300
19	Fund sources:	
20	State general fund	\$210,802,300
21	University collections fund	304,589,000
22	<u>Health sciences center</u>	
23	FTE positions	1,268.7
24	Operating lump sum appropriation	\$ 86,455,700
25	Clinical rural rotation	353,600
26	Clinical teaching support	8,587,000
27	Liver research institute	440,400
28	Phoenix medical campus	35,754,300
29	Telemedicine network	<u>1,670,000</u>
30	Total – health sciences center	\$133,261,000
31	Fund sources:	
32	State general fund	\$ 76,897,700
33	University collections fund	<u>56,363,300</u>
34	Total appropriation - university of	
35	Arizona	\$648,652,300
36	Fund sources:	
37	State general fund	\$287,700,000
38	University collections fund	360,952,300
39	The state general fund appropriation may not be used for alumni	
40	association funding.	
41	The increased state general fund appropriation from Laws 2014,	
42	chapter 18 may not be used for medical marijuana research.	
43	Other than scholarships awarded through the Arizona financial aid	
44	trust, the appropriated monies may not be used for scholarships or any	
45	student newspaper.	

1 The university of Arizona may not use monies appropriated for the
2 Arizona geological survey line item for any other purpose and may not
3 transfer the monies appropriated for the Arizona geological survey to the
4 operating budget or any other line item.

5 The legislature intends that \$8,000,000 of the amount appropriated
6 to the health sciences center operating lump sum appropriation line item
7 be used to expand the college of medicine Phoenix campus and to develop
8 and administer a primary care physician scholarship program at the college
9 of medicine Phoenix campus and the college of medicine Tucson campus. The
10 legislature intends that the \$8,000,000 not be annualized in future years.

11 The appropriated amount for the center for the philosophy of freedom
12 line item may not supplant any existing state funding or private or
13 external donations to the center or the philosophy department of the
14 university of Arizona. The appropriated monies and all private and
15 external donations to the center, including any remaining balances from
16 prior fiscal years, shall be deposited in a separate account, shall be
17 used only for the direct operation of the center and may not be used for
18 indirect costs of the university. On or before October 1, 2022, the
19 center shall submit a report to the president of the senate, the speaker
20 of the house of representatives, the chairpersons of the senate education
21 committee and the house of representatives education committee and the
22 director of the joint legislative budget committee that includes at least
23 the following information for the center:

- 24 1. The total amount of funding received from all sources.
- 25 2. A description of faculty positions and courses offered.
- 26 3. The total undergraduate and graduate student participation.
- 27 4. Significant community events, initiatives or publications.

28 The chairpersons of the senate education committee and the house of
29 representatives education committee may request the director of the center
30 to appear before the committees to report on the center's annual
31 achievements.

32 The amount appropriated for the natural resource users law and
33 policy center line item shall be used by the natural resource users law
34 and policy center within the Arizona cooperative extension to assist
35 claimants in the general stream adjudication of water rights pursuant to
36 section 15-1647, Arizona Revised Statutes.

37 Any unencumbered balances remaining in the university collections
38 fund on June 30, 2022 and all collections received by the university
39 during the fiscal year are appropriated for operating expenditures,
40 capital outlay and fixed charges. Earnings on state lands and interest on
41 the investment of the permanent land funds are appropriated in compliance
42 with the enabling act and the Constitution of Arizona. No part of this
43 appropriation may be spent for supplemental life insurance or supplemental
44 retirement.

1	Sec. 92. DEPARTMENT OF VETERANS' SERVICES	
2		<u>2022-23</u>
3	FTE positions	772.3
4	Operating lump sum appropriation	\$ 2,364,000
5	Arizona state veterans' homes	56,280,600
6	Arizona state veterans' cemeteries	941,600
7	Veterans' benefit counseling	3,601,800
8	Veterans' support services	1,226,100
9	Veterans' trauma treatment	
10	services	<u>450,000</u>
11	Total appropriation – department of	
12	veterans' services	\$ 64,864,100
13	Fund sources:	
14	State general fund	\$ 8,583,500
15	State home for veterans' trust	
16	fund	56,280,600

17 The amount appropriated for veterans' support services line item
 18 shall be distributed to a nonprofit veterans' services organization that
 19 provides support services among this state's military and veteran
 20 population. The department may spend up to \$76,500 of this appropriation
 21 to hire a program specialist to liaise between the department and the
 22 selected nonprofit organization. Before the expenditure of the monies,
 23 the department shall submit an expenditure report to the joint legislative
 24 budget committee that includes the status of non-state matching grant
 25 monies.

26 Monies appropriated for the veterans' trauma treatment services line
 27 item shall be used to provide grants to contractors as defined in section
 28 36-2901, Arizona Revised Statutes, that provide trauma treatment services
 29 training to any of the following health professionals licensed pursuant to
 30 title 32, Arizona Revised Statutes:

- 31 1. Physicians.
- 32 2. Registered nurse practitioners.
- 33 3. Physician assistants.
- 34 4. Psychologists.
- 35 5. Behavioral health professionals who are either licensed for
 36 individual practice or supervised by a psychologist, registered nurse
 37 practitioner or behavioral health professional licensed pursuant to
 38 title 32, Arizona Revised Statutes, for independent practice.

39	Sec. 93. ARIZONA STATE VETERINARY MEDICAL EXAMINING BOARD	
40		<u>2022-23</u>
41	FTE positions	6.0
42	Lump sum appropriation	\$ 601,800
43	Fund sources:	
44	Veterinary medical examining	
45	board fund	\$ 601,800

1	Sec. 94. DEPARTMENT OF WATER RESOURCES	
2		<u>2022-23</u>
3	FTE positions	145.0
4	Operating lump sum appropriation	\$ 13,073,000
5	Adjudication support	1,757,300
6	Arizona water protection fund	
7	deposit	250,000
8	Assured and adequate water supply	
9	administration	2,006,400
10	Rural water studies	1,169,300
11	Conservation and drought program	414,600
12	Automated groundwater monitoring	410,400
13	Colorado River legal expenses	<u>500,000*</u>
14	Total appropriation - department of water	
15	resources	\$ 19,581,000
16	Fund sources:	
17	State general fund	\$ 17,074,400
18	Water resources fund	1,019,400
19	Assured and adequate water	
20	supply administration fund	268,100
21	Arizona water banking fund	1,219,100

22 Monies in the assured and adequate water supply administration line
 23 item may be used only for the exclusive purposes prescribed in sections
 24 45-108, 45-576, 45-577, 45-578 and 45-579, Arizona Revised Statutes. The
 25 department of water resources may not transfer any monies into or out of
 26 the assured and adequate water supply administration line item.

27 The legislature intends that monies in the rural water studies line
 28 item be spent only to assess local water use needs and to develop plans
 29 for sustainable future water supplies in rural areas outside this state's
 30 active management areas and not be made available for other department
 31 operating expenditures.

32 Monies in the adjudication support line item may be used only for
 33 the exclusive purposes prescribed in section 45-256, Arizona Revised
 34 Statutes, and section 45-257, subsection B, paragraph 4, Arizona Revised
 35 Statutes. The department of water resources may not transfer any monies
 36 into or out of the adjudication support line item.

37 The department of water resources may not transfer any monies from
 38 the Colorado River legal expenses line item without prior review by the
 39 joint legislative budget committee.

40 Fiscal Year 2021-2022 Appropriation Adjustments

41 Sec. 95. Supplemental appropriation; department of child
 42 safety; federal medical assistance percentage
 43 extension; fiscal year 2021-2022

44 In addition to any other appropriations made in fiscal year
 45 2021-2022, the sum of \$10,105,000 is appropriated from expenditure

1 authority in fiscal year 2021-2022 to the department of child safety
2 operating lump sum for additional federal funding.

3 Sec. 96. Supplemental appropriation; department of child
4 safety; adoption services growth; fiscal year
5 2021-2022

6 In addition to any other appropriations made in fiscal year
7 2021-2022, the sum of \$3,300,000 is appropriated from expenditure
8 authority in fiscal year 2021-2022 to the department of child safety
9 adoption services line item for caseload growth.

10 Sec. 97. Supplemental appropriation; department of economic
11 security; additional federal funding; fiscal year
12 2021-2022

13 In addition to any other appropriations made in fiscal year
14 2021-2022, the sum of \$139,824,000 is appropriated from expenditure
15 authority in fiscal year 2021-2022 to the department of economic security
16 for additional federal funding.

17 Sec. 98. Supplemental appropriation; department of
18 administration; risk management revolving fund;
19 fiscal year 2021-2022; review

20 A. In addition to any other appropriations made in fiscal year
21 2021-2022, the sum of \$1,110,600 is appropriated from the risk management
22 revolving fund established by section 41-622, Arizona Revised Statutes, in
23 fiscal year 2021-2022 to the department of administration for the
24 following purposes:

- 25 1. To pay disallowed costs relating to excess retained earnings.
- 26 2. To pay disallowed costs relating to the statewide information
27 technology charges.
- 28 3. For fund transfers in fiscal year 2020-2021.
- 29 4. To pay interest owed from prior-year disallowed costs.

30 B. The legislature intends that the department of administration
31 not enter into any agreements to pay for any federal reimbursements
32 related to excess balances in the special employee health insurance trust
33 fund established by section 38-654, Arizona Revised Statutes, unless the
34 proposed agreements have been reviewed by the joint legislative budget
35 committee.

36 Sec. 99. Supplemental appropriation; department of
37 administration; school facilities division;
38 building renewal grants; fiscal year 2021-2022

39 In addition to any other appropriations made in fiscal year
40 2021-2022, the sum of \$93,117,000 is appropriated from the state general
41 fund in fiscal year 2021-2022 to the building renewal grant fund
42 established by section 41-5731, Arizona Revised Statutes, for building
43 renewal grants in the school facilities division within the department of
44 administration.

1 Fiscal Year 2022-2023 Appropriations

2 Sec. 100. Appropriations; department of administration;
3 counties; allocations; fiscal year 2022-2023

4 A. The sum of \$7,150,650 is appropriated from the state general
5 fund in fiscal year 2022-2023 to the department of administration for
6 distribution to counties to maintain essential county services. The
7 department shall allocate the appropriation equally among all counties
8 with a population of less than nine hundred thousand persons according to
9 the 2020 United States decennial census.

10 B. The sum of \$500,000 is appropriated from the state general fund
11 in fiscal year 2022-2023 to the department of administration for
12 distribution to Graham county to maintain essential county services.

13 C. The sum of \$3,000,000 is appropriated from the state general
14 fund in fiscal year 2022-2023 to the department of administration for
15 distribution to counties to supplement the normal cost plus an amount to
16 amortize the unfunded accrued liability pursuant to section 38-810,
17 subsection C, Arizona Revised Statutes. The department shall allocate the
18 appropriation equally among all counties with a population of less than
19 three hundred thousand persons according to the 2020 United States
20 decennial census. The counties may use these monies only for required
21 employer contributions to the elected officials' retirement plan.

22 D. The sum of \$7,000,000 is appropriated from the state general
23 fund in fiscal year 2022-2023 to the department of administration for
24 distribution to counties to establish a coordinated reentry planning
25 services program.

26 Sec. 101. Department of economic security; loans;
27 reimbursement; prohibition; fiscal year 2022-2023

28 On or after April 1, 2023, the department of economic security may
29 use up to \$25,000,000 from the budget stabilization fund established by
30 section 35-144, Arizona Revised Statutes, for the purpose of providing
31 funding for reimbursement grants. Before using the monies from the budget
32 stabilization fund, the department shall notify the director of the joint
33 legislative budget committee and the director of the governor's office of
34 strategic planning and budgeting. Notwithstanding any other law, this
35 appropriation must be fully reimbursed on or before September 1, 2023 and
36 must be reimbursed in full as part of the closing process for fiscal year
37 2022-2023. The department shall notify the joint legislative budget
38 committee of the reimbursement on or before September 1, 2023. The
39 appropriation may not be used for additional programmatic expenditures.

40 Sec. 102. Phoenix convention center; allocation; fiscal year
41 2022-2023

42 Pursuant to section 9-602, Arizona Revised Statutes, \$24,999,400 of
43 state general fund revenue is allocated in fiscal year 2022-2023 to the
44 Arizona convention center development fund established by section 9-601,
45 Arizona Revised Statutes.

1	2. Agency rent adjustment	\$ (2,954,800)
2	Fund sources:	
3	State general fund	\$ (654,800)
4	Other funds	(2,300,000)
5	3. Agency retirement adjustments	\$(98,119,900)
6	Fund sources:	
7	State general fund	\$(98,119,900)
8	4. Employer health insurance	
9	contribution increase	\$ 42,634,800
10	Fund sources:	
11	State general fund	\$ 32,134,800
12	Other funds	10,500,000

13 Arizona financial information system adjustments

14 The amount appropriated is for upgrades to the Arizona financial
 15 information system in fiscal year 2022-2023. The joint legislative budget
 16 committee staff shall determine and the department of administration shall
 17 allocate to each agency or department an amount for the Arizona financial
 18 information system collection charge. The joint legislative budget
 19 committee staff shall also determine and the department of administration
 20 shall allocate adjustments, as necessary, in expenditure authority to
 21 allow for the payment of Arizona financial information system charges.

22 Agency rent adjustments

23 The amount appropriated is for agency rent adjustments for agencies
 24 relocating to and within state-owned and lease-purchase buildings in
 25 fiscal year 2022-2023. The joint legislative budget committee staff shall
 26 determine and the department of administration shall allocate to each
 27 agency or department an amount for the rent adjustment. The joint
 28 legislative budget committee staff shall also determine and the department
 29 of administration shall allocate adjustments, as necessary, in expenditure
 30 authority to allow implementation of the agency rent adjustments.

31 Agency retirement adjustments

32 The amount appropriated is for agency retirement adjustments in
 33 fiscal year 2022-2023. The joint legislative budget committee staff shall
 34 determine and the department of administration shall allocate to each
 35 agency or department an amount for the agency retirement adjustments. The
 36 joint legislative budget committee staff shall also determine and the
 37 department of administration shall allocate adjustments, as necessary, in
 38 expenditure authority to allow implementation of the agency retirement
 39 adjustments.

40 Employer health insurance contribution increase

41 The amount appropriated is for an employer contribution rate
 42 increase for employee health insurance in fiscal year 2022-2023. The
 43 joint legislative budget committee staff shall determine and the
 44 department of administration shall allocate to each agency or department
 45 an amount for the health insurance contribution adjustment. The joint

1 legislative budget committee staff shall also determine and the department
 2 of administration shall allocate adjustments, as necessary, in expenditure
 3 authority to implement the increase in employer health insurance
 4 contribution rates. The joint legislative budget committee staff shall
 5 use the overall allocation of state general fund and appropriated tuition
 6 monies for each university in determining that university's specific
 7 adjustment.

8 Sec. 106. Department of law; general agency counsel charges;
 9 fiscal year 2022-2023

10 Pursuant to section 41-191.09, Arizona Revised Statutes, the
 11 following state agencies and departments are charged the following amounts
 12 in fiscal year 2022-2023 for general agency counsel provided by the
 13 department of law:

14	1. Department of administration	\$127,700
15	2. Office of administrative hearings	\$ 3,000
16	3. Arizona arts commission	\$ 3,100
17	4. Citizens clean elections commission	\$ 2,700
18	5. State department of corrections	\$ 2,000
19	6. Arizona criminal justice commission	\$ 8,700
20	7. Arizona state schools for the deaf	
21	and the blind	\$100,200
22	8. Commission for the deaf and the hard	
23	of hearing	\$ 4,100
24	9. Arizona early childhood development and	
25	health board	\$ 47,100
26	10. Department of education	\$132,000
27	11. Department of emergency and military affairs	\$ 30,000
28	12. Department of environmental quality	\$135,600
29	13. Arizona exposition and state fair board	\$ 20,900
30	14. Arizona department of forestry and fire	
31	management	\$ 13,400
32	15. Department of gaming	\$ 37,300
33	16. Department of health services	\$173,800
34	17. Arizona historical society	\$ 700
35	18. Arizona department of housing	\$ 19,300
36	19. Department of insurance and financial	
37	institutions	\$ 13,800
38	20. Department of juvenile corrections	\$ 9,400
39	21. State land department	\$ 2,100
40	22. Department of liquor licenses and control	\$ 11,400
41	23. Arizona state lottery commission	\$ 24,800
42	24. Arizona state parks board	\$ 45,800
43	25. State personnel board	\$ 600
44	26. Arizona pioneers' home	\$ 12,100
45	27. Department of public safety	\$677,400

1	28. Arizona board of regents	\$ 1,800
2	29. Arizona state retirement system	\$ 69,100
3	30. Department of revenue	\$ 4,900
4	31. Department of state – secretary of state	\$ 1,800
5	32. State treasurer	\$ 9,200
6	33. Department of veterans' services	\$ 52,700

7 Fiscal Year 2023-2024 appropriations

8 Sec. 107. Appropriation; new school facilities fund; fiscal
 9 year 2023-2024; use

10 The sum of \$31,753,900 is appropriated from the state general fund
 11 in fiscal year 2023-2024 for a onetime deposit in the new school
 12 facilities fund established by section 41-5741, Arizona Revised Statutes.
 13 The division of school facilities within the department of administration
 14 shall use the monies only for facilities that will be constructed for
 15 school districts that received final approval from the division of school
 16 facilities within the department of administration on or before
 17 December 15, 2021.

18 Reporting Requirements and Definitions

19 Sec. 108. COVID-related expenditures; reporting requirements;
 20 intent

21 A. Before spending monies from the coronavirus state fiscal
 22 recovery fund and the coronavirus capital projects fund as appropriated by
 23 section 9901 of the American rescue plan act of 2021 (P.L. 117-2) in the
 24 amount of \$10,000,000 or more for one designated purpose, the office of
 25 the governor shall notify the president of the senate, the speaker of the
 26 house of representatives, the chairpersons of the senate and house of
 27 representatives appropriations committees and the director of the joint
 28 legislative budget committee of the intended use of the monies.

29 B. Within thirty days after the last day of each calendar quarter
 30 through June 30, 2025, the office of the governor shall report to the
 31 president of the senate, the speaker of the house of representatives, the
 32 chairpersons of the senate and house of representatives appropriations
 33 committees and the director of the joint legislative budget committee the
 34 actual expenditures from the coronavirus state fiscal recovery fund and
 35 the coronavirus capital projects fund as appropriated by section 9901 of
 36 the American rescue plan act of 2021 (P.L. 117-2).

37 C. Before spending monies allocated to the superintendent of public
 38 instruction from the elementary and secondary school emergency relief fund
 39 as appropriated by section 2001 of the American rescue plan act of 2021
 40 (P.L. 117-2) in the amount of \$10,000,000 or more for one designated
 41 purpose, the superintendent of public instruction shall notify the
 42 president of the senate, the speaker of the house of representatives, the
 43 chairpersons of the senate and house of representatives appropriations
 44 committees and the director of the joint legislative budget committee of
 45 the intended use of the monies.

1 D. Within thirty days after the last day of each calendar quarter
2 through June 30, 2025, the superintendent of public instruction shall
3 report to the president of the senate, the speaker of the house of
4 representatives, the chairpersons of the senate and house of
5 representatives appropriations committees and the director of the joint
6 legislative budget committee the actual expenditure of monies allocated to
7 the superintendent of public instruction from the elementary and secondary
8 school emergency relief fund as appropriated by section 2001 of the
9 American rescue plan act of 2021 (P.L. 117-2).

10 E. Within thirty days after the last day of each calendar quarter
11 through June 30, 2025, the Arizona board of regents shall report to the
12 president of the senate, the speaker of the house of representatives, the
13 chairpersons of the senate and house of representatives appropriations
14 committees and the director of the joint legislative budget committee the
15 actual expenditure of monies from the higher education emergency relief
16 fund as appropriated by section 2003 of the American rescue plan act of
17 2021 (P.L. 117-2) by Arizona state university, the university of Arizona
18 and northern Arizona university.

19 F. Within thirty days after the last day of each calendar quarter
20 through June 30, 2025, each community college district shall report to the
21 president of the senate, the speaker of the house of representatives, the
22 chairpersons of the senate and house of representatives appropriations
23 committees and the director of the joint legislative budget committee the
24 actual expenditure of monies from the higher education emergency relief
25 fund as appropriated by section 2003 of the American rescue plan act of
26 2021 (P.L. 117-2).

27 G. Within thirty days after the last day of each calendar quarter
28 through June 30, 2025, the office of the governor shall report to the
29 president of the senate, the speaker of the house of representatives, the
30 chairpersons of the senate and house of representatives appropriations
31 committees and the director of the joint legislative budget committee the
32 actual expenditures from the affordable connectivity fund as appropriated
33 by section 60502 of the infrastructure investment and jobs act
34 (P.L. 117-58).

35 H. Reports required pursuant to this section shall delineate
36 expenditures by agency and program and include descriptions of the purpose
37 of the expenditures.

38 I. The legislature intends that the executive branch of state
39 government report on its planned and actual use of any major additional
40 federal aid to this state through federal legislation enacted by the end
41 of fiscal year 2022-2023. The timing and frequency of these reports
42 should be the same as required by subsections A through G of this section.
43 The chairperson and vice chairperson of the joint legislative budget
44 committee may provide recommendations to the executive branch concerning
45 federal legislation that would qualify under this subsection.

1 Sec. 109. Legislative intent; expenditure reporting

2 The legislature intends that all departments, agencies and budget
3 units receiving appropriations under the terms of this act continue to
4 report actual, estimated and requested expenditures by budget programs and
5 budget classes in a format that is similar to the budget programs and
6 budget classes used for budgetary purposes in prior years. A different
7 format may be used if deemed necessary to implement section 35-113,
8 Arizona Revised Statutes, agreed to by the director of the joint
9 legislative budget committee and incorporated into the budget preparation
10 instructions adopted by the governor's office of strategic planning and
11 budgeting pursuant to section 35-112, Arizona Revised Statutes.

12 Sec. 110. FTE positions; reporting; definition

13 Full-time equivalent (FTE) positions contained in this act are
14 subject to appropriation. The director of the department of
15 administration shall account for the use of all appropriated and
16 nonappropriated FTE positions, excluding those in the universities. The
17 director of the department of administration shall submit the fiscal year
18 2022-2023 report on or before October 1, 2023 to the director of the joint
19 legislative budget committee. The report shall compare the level of
20 appropriated FTE usage in each fiscal year to the appropriated level. For
21 the purposes of this section, "FTE positions" means the total number of
22 hours worked, including both regular and overtime hours as well as hours
23 taken as leave, divided by the number of hours in a work year. The
24 director of the department of administration shall notify the director of
25 a budget unit if the budget unit's appropriated FTE usage has exceeded its
26 number of appropriated FTE positions. Each university shall report to the
27 director of the joint legislative budget committee in a manner comparable
28 to the department of administration reporting.

29 Sec. 111. Filled FTE positions; reporting

30 On or before October 1, 2022, each agency, including the judiciary
31 and universities, shall submit a report to the director of the joint
32 legislative budget committee on the number of filled appropriated and
33 nonappropriated FTE positions, by fund source, as of September 1, 2022.

34 Sec. 112. Transfer of spending authority

35 The department of administration shall report monthly to the
36 director of the joint legislative budget committee any transfers of
37 spending authority made pursuant to section 35-173, subsection C, Arizona
38 Revised Statutes, during the prior month.

39 Sec. 113. Interim reporting requirements

40 A. State general fund revenue for fiscal year 2021-2022, including
41 a beginning balance of \$894,636,000 and other onetime revenues, is
42 forecasted to be \$15,565,199,300.

43 B. State general fund revenue for fiscal year 2022-2023, including
44 onetime revenues, is forecasted to be \$16,062,406,400.

1 C. State general fund revenue for fiscal year 2023-2024, including
2 onetime revenues, is forecasted to be \$14,078,626,600. State general fund
3 expenditures for fiscal year 2023-2024 are forecasted to be
4 \$13,371,894,400.

5 D. State general fund revenue for fiscal year 2024-2025, including
6 onetime revenues, is forecasted to be \$14,648,299,800. State general fund
7 expenditures for fiscal year 2024-2025 are forecasted to be
8 \$13,916,425,800.

9 E. On or before September 15, 2022, the executive branch shall
10 provide to the joint legislative budget committee a preliminary estimate
11 of the fiscal year 2021-2022 state general fund ending balance. The
12 estimate shall include projections of total revenues, total expenditures
13 and an ending balance. The department of administration shall continue to
14 provide the final report for the fiscal year in its annual financial
15 report pursuant to section 35-131, Arizona Revised Statutes.

16 F. Based on the information provided by the executive branch, the
17 staff of the joint legislative budget committee shall report to the joint
18 legislative budget committee on or before October 15, 2022 whether the
19 fiscal year 2022-2023 revenues and ending balance are expected to change
20 by more than \$50,000,000 from the budgeted projections. The joint
21 legislative budget committee staff may make technical adjustments to the
22 revenue and expenditure estimates in this section to reflect other bills
23 enacted into law. The executive branch may also provide its own estimates
24 to the joint legislative budget committee on or before October 15, 2022.

25 Sec. 114. Definition

26 For the purposes of this act, "*" means this appropriation is a
27 continuing appropriation and is exempt from the provisions of section
28 35-190, Arizona Revised Statutes, relating to lapsing of appropriations.

29 Sec. 115. Definition

30 For the purposes of this act, "expenditure authority" means that the
31 fund sources are continuously appropriated monies that are included in the
32 individual line items of appropriations.

33 Sec. 116. Definition

34 For the purposes of this act, "review by the joint legislative
35 budget committee" means a review by a vote of a majority of a quorum of
36 the members of the joint legislative budget committee.

37